

THE WEATHER

MOSTLY CLOUDY with a few showers tonight. Tuesday, Little change in temperature. Low tonight, 46; high Tuesday, 72.

Fruehauf Loan to Beck Told \$175,000 Assist 'Wasn't Pistol At Head Deal'

WASHINGTON (AP)—Roy Fruehauf testified Monday his firm "indirectly" loaned \$175,000 to Dave Beck, Teamsters Union president, in 1954. But he denied it was a "pistol at your head" deal.

Fruehauf, president of the Fruehauf Trailer Co., of Detroit, told Senate racketeers investigators this was a year after Beck had come to his rescue with a loan of 1 1/2 million dollars of Teamsters Union funds during a proxy fight for control of the Fruehauf firm.

He said his firm loaned \$175,000 to Brown Equipment Co., which, in turn, loaned the money and \$25,000 more to Beck.

'HIGHLY RESPECTED'

Fruehauf under questioning by the committee counsel, Robert F. Kennedy, said he regarded Beck at the time as "a highly respected gentleman" and had no information that Beck was seeking the loan because income tax agents were investigating him.

Sen. Goldwater (R-Ariz.) a committee member, asked Fruehauf whether the loan to Beck was a "pistol at your head" deal, in which he perhaps feared that Beck "would cause you economic difficulties if you didn't" make the loan.

"No, sir," Fruehauf replied. In advance of the session, the committee said it intended to question Fruehauf and A. M. Burke, head of the mortgage loan department of the Occidental Life Insurance Co., of Los Angeles, about what the committee termed "demands" by Beck for favors.

LOAN SINCE REPAID

The story of Beck's 1 1/2 million dollar loan to Fruehauf was brought out earlier in the committee's digging into Beck's financial affairs. The loan has been repaid with interest.

Chairman McClellan (D-Ark.) has said the committee's evidence indicates Beck turned some \$329,000 of union funds to his own use, and began repaying the union when income tax investigators got on his trail.

Kennedy asked Fruehauf why his company's loan was not made directly to Beck instead of indirectly.

"That, Fruehauf said, would not have been "good business" practice. He said his company never had direct business dealings with Beck.

He denied he had any idea of trying to prevent other members of his company's Board of Directors from learning the money was to go to Beck, as Kennedy suggested in one question. (Continued on Page 5 Column 6)

U.S. Protests To Russia on Travel Curbs

WASHINGTON (AP)—The United States Monday protested to Russia that "road blocks and other forms of police action" are restricting the travel of Americans inside Russia.

A formal note of protest was handed the Soviet Foreign Ministry by the American embassy in Moscow. It was made public in Washington.

The note complained that, in practice, the Soviet government restricts American travel beyond the rules Moscow has proclaimed publicly.

This contrasts, the note said, with a situation in the United States where the American government "has never interposed obstacles to the free use of travel facilities by Soviet personnel in the United States."

The note inquired what steps the Russians would take to make practice conform with the rules laid down in June and November, 1953.

The American note complained: "When members of this U.S. embassy have visited open Soviet cities in open areas, they have frequently been prevented by road blocks and other forms of police action from moving freely about the city or to its environs when these environs are in open areas beyond the city limits."

Gloomy, Cool 5-Day Outlook

Gloomy cloudiness, cooler temperatures and some showers made up the weather order for Salem and the valley Monday.

And from the looks of things, such conditions will go right on for a few days. The five-day forecast calls for showery and cool conditions through Saturday. The rain held off through Sunday, but showers came in the evening. Up to 10:30 a.m. Monday, 13 of an inch was measured in Salem. Maximum temperature for both Sunday and Saturday was in the 60s.

BODY GOUGES ROOF

Plane Splits Apart; Salem Youth Killed

Investigation is under way Monday to determine the cause of a plane's break-up in midair which sent a Salem pilot plummeting to his death Sunday through the roof of a Portland home.

(See picture on Page 4 Sec. 1)

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WILLIS A. WOOD

Court Upsets Conviction for Harboring Red

WASHINGTON (AP)—On grounds of illegal search and seizure, the Supreme Court Monday set aside the prison sentences given two men and a woman for sheltering a fugitive Communist Party leader in a California mountain hide-away. The vote ordering a new trial was 6-2.

The three were convicted in federal court in San Francisco of harboring Robert Thompson, who disappeared after his conviction in New York for plotting to advocate violent overthrow of the government.

The court's decision was announced in an unsigned opinion which noted that Justices Burton and Clark dissented. Justice Whitaker took no part.

FBI agents captured Thompson and the others on Aug. 27, 1953 at a cabin in the Sierra Nevada near Twin Harle, Calif. Thompson later got four years sentence for criminal contempt, added to the original three-year sentence given to him on his Smith Act conviction.

The others were given these sentences: Sidney Steinberg, New York Communist Party leader, three years; Samuel I. Coleman, New York party functionary, three years; Mrs. Shirley Kremen, left wing student leader from Los Angeles, one year.

Weather Details

Maximum yesterday, 67; minimum today, 46. Total 24.2 inches. Precipitation: 1.45; normal, 1.35. Season precipitation, 26.51; normal, 28.85. (Report by U.S. Weather Bureau.)

County Schedules 20 Miles of Road Oiling

By FRED ZIMMERMAN
Capital Journal Writer

Hard surfacing of approximately 20 miles of road will be undertaken this summer, according to announcement Monday by the Marion County Court. Actual work will begin early in July or as early as weather conditions permit.

In an effort to determine whether road construction can be done at less expense by private contractors rather than by county crews, the court opened bids Monday for approximately 2 1/2 miles of road. This road extends between the Fairfield road and the St. Paul highway, a short distance south of St. Paul.

PROJECT LOW BIDDER

Low bidder on the project was Stevenson Construction Co., Salem, which offered to grade, gravel and place a priming oil coat for \$25,541. Other bidders were Miller Construction, Inc., Roseburg, \$26,016.80 and A. L. Harding, Inc., Stayton, \$27,833.70. The bids were referred to the engineering department for consideration. It is presumed the road will be hard surfaced in 1958 or 1959.

The county commissioners and Engineer John A. Anderson have agreed on 14 road surfacing projects for this year, including the one that will be contracted.

The longest single project is the one that extends between the Parkersville area to the highway, a distance of three miles.

Another is improvement of Monroe Avenue for a mile east from

Impact of the fall of Willis Allen Wood, 21, an Oregon State College senior, tore a hole in the roof of the home and smashed a chair only a few feet from where a man and his 8-year-old daughter are working a crossword puzzle.

THOUGHT HOUSE BOMBED
"The first thought that struck me was that we had been bombed and I thought maybe more were coming. I jumped up... and then I saw this body lying right beside me." Fred Thompson, 35, owner of the home, said.

"My wife came in from the kitchen and looked at the television set. She thought the picture tube had blown up although the set wasn't on. Then she saw this boy's body. We were all so shocked we couldn't say a word," he said.

Just what caused the Mooney Mite, a plywood and fabric plane, to come apart and scatter debris throughout the area has not been determined. The weather was reported calm and clear.

Earl Snyder, director of the state board of aeronautics here, said the investigation is being conducted by the civil aeronautics administration. He explained that while the state group would make no formal investigation, he would also make an inspection of the wreckage as an interested spectator.

EITHER THROWN OR JUMPED
Wood, the son of Dr. and Mrs. John R. Wood, 1515 N. Fifth St., either was thrown from the plane when it began coming apart or jumped. He was not wearing a parachute.

Persons who witnessed the tragedy agreed that the plane did not explode in the air.

Several said they heard the engine sputter and then saw the wings begin coming off. Some said the engine was still operating when the fuselage crashed.

The fuselage landed about two blocks away from the Thomson home in a yard between two houses.

The plane in which Wood was flying had been rented from the Kreitzberg Aviation service at McNary Field here Sunday afternoon. Wood was reported to have flown to Vancouver, Wash., to get plane parts.

SECOND CRASH

The crash Sunday was the second in six weeks for Wood. He had been slightly injured March 28 in Corvallis while landing a Cessna 120 belonging to the Salem Pilots Assn. in a heavy ground fog.

Wood had lived in Salem since 1946 when his parents came here from Yankton, S. D.

He was a Salem High School graduate. While at Salem High he was on the Oregon State golf team but the injury from the early crash had prevented him from playing in recent matches.

Surviving in addition to his parents are a sister, Mary Wood, 18; a brother, Robert Wood, 14; and grandparents Mr. and Mrs. R. H. Allen, Yankton, S. D.

Funeral services are pending from M. Clough-Barrick Mortuary here.

Flood Waters Sweep House Into Bri



DALLAS, Tex.—Remains of a house lie in Cedar Creek at the Moore Street bridge here last night after it was swept off its foundations by flood waters. Rainfall, up to 5 inches, caused raging waters to carry

the building from Moore Street into the nearby creek. The house floated against the bridge and disintegrated, carrying part of the bridge with it. No one was injured in the incident. (AP Wirephoto)

\$300,000 STATION

KSLM-TV to Go on Air If FCC Agrees

By DOUGLAS SEYMOUR
Capital Journal City Editor

Salem radio station KSLM owner Glenn McCormick announced Monday that he will build a \$300,000 television station in Salem which will use channel 3, "at an early date."

The "early date" is premised, McCormick said, on Federal Communication Commission approval of his application to establish the transmitter on a site on Bald Mountain, southwest of Salem.

Under the proposed plan, the station would be designed to provide service to Salem and the Willamette valley with additional coverage projected to the coastal areas, McCormick said.

LATE THIS YEAR

"Providing we can get commission approval for our plans in the near future, we have every reason to believe we can place the station in operation late this year," he promised. Studios and offices will be built adjacent to the present KSLM radio facilities atop Kingwood Heights. Initial operation would employ 20 persons.

McCormick's announcement somewhat clears the muddled television picture that has been swirling around the Salem area the past two years.

Last year, the FCC turned down an application by Storer Broadcasting Co., which was owner of KPTV in Portland, to purchase the construction permit held by McCormick. KPTV had planned to move the channel 3 station to Portland, then announced it would leave the station in Salem, but the FCC still turned thumbs down.

NEGOTIATIONS TERMINATED

Then C. H. Fisher of Eugene, who recently opened Salem radio station KBZY, applied to the FCC for a permit to channel 3 under the name of Salem Television Company. Fisher charged that McCormick was still negotiating with Storer even though the KSLM construction permit ran out March 27. KSLM applied for renewal of its construction permit and is awaiting decision on that now. McCormick said today in his announcement that all negotiations with Storer were terminated several months ago.

Last week, the FCC said that legal claim to Salem TV channel 3 still rests with the owners of KSLM radio until the commission takes further action to determine who may use this important Willamette Valley outlet.

The loss of the four-engined plane and the 62 aboard was Canada's worst aviation disaster.

Canada Plane Wreckage Found

VANCOUVER, B.C. (AP)—Wreckage of a Trans-Canada Air Lines plane which crashed with 62 persons aboard last Dec. 9 was reported Monday to have been found on a peak 70 miles east of here.

A TCA official confirmed that a piece of wreckage bearing a serial number had been found during the weekend near the top of 8,200-foot Mt. Slesse, 20 miles southeast of Chilliwack.

The TCA official said the piece of wreckage "had been checked

out" and confirmed as part of the ill-fated airliner.

The Vancouver Province said members of a climbing party found the crash scene and recovered a piece of twisted metal with the identifying serial numbers.

Mounted Police said "that area is still heavy with snow. Slesse can be climbed only by experienced alpinists. It's a huge mountain."

The Province account said the piece of metal "was found by a man and woman climber who

Elkins, Clark Guilty; Face 7-Year Terms

PORTLAND (UP)—James B. Elkins and his employe, Raymond E. Clark, today faced possible seven year prison sentences after their conviction on federal charges of wiretapping.

A jury of seven men and five women deliberated 3 hours and 25 minutes Saturday afternoon and found the pair guilty on all seven counts. Each count carried a possible one-year sentence and a \$10,000 fine.

REMAIN AT LIBERTY

Federal Judge William East ordered a pre-sentence investigation after both defendants agreed to waive immediate sentencing. They remained at liberty on bail.

Elkins, who was a star witness before the Senate Labor Rackets Committee earlier this spring, did not take the stand in his own defense. Neither did Clark. Elkins is expected to be a state witness in upcoming Circuit Court trials against several persons indicted by the Multnomah county grand jury.

NEITHER COMMENTS

Neither Elkins nor Clark had any comment after the verdict was returned.

Walter H. Evans Jr., Elkins' attorney, said he wouldn't be able to say until later whether an appeal was planned.

Inside: Sees by Feeling



The Cougar isn't really alive, he's a stuffed member of the museum family at Oregon School for the Blind. Students like the one above learn to know animals by feel. For more about the Blind school turn to page 2, section 1. (Capital Journal Photo)

University of Oregon
Eugene Ore
Library
7695-95 31d057

Bill Promised Enough GOP Help To Pass in Senate

Republicans Agree to Act Each on Own

By PAUL W. HARVEY Jr.
Associated Press Writer

Passage of the House bill to revise personal income taxes seemed certain Monday in the Senate.

Senate Republicans, meeting in a caucus, agreed that every Republican senator could vote for himself. Reliable sources said that enough Republican senators agreed to vote for the bill to assure its passage when the Senate considers it at 10:30 a.m. Tuesday.

The Senate contains 15 Republicans and 15 Democrats. Most of the Republicans bitterly oppose the bill.

SMALL INCREASES

The bill incorporates the 45 per cent surtax within the regular rate structure, makes small increases, and changes the 2 per cent withholding tax so that it would collect the actual tax from salaries.

Two Republican senators, who are bitterly opposed to the bill, said there is no doubt it will pass.

Sen. Ben Musa (D), the Dallas, is the only Democrat who has said he will oppose the bill. Thus, the votes of only two Republicans would seem to be enough to guarantee its passage.

The other major bill—the Democratic tax program—increasing corporation excise taxes—was scheduled for Senate consideration late Monday. This bill, which has been passed by the House, also appears certain to be passed.

MAJOR ACTIONS BY TONIGHT

The Legislature began its new week Monday with action on the major legislative issues scheduled for Tuesday night.

The Senate was to vote late Monday on the bill to increase the maximum \$35 weekly unemployment compensation benefits from \$35 to \$40 a week. Employers have withdrawn their opposition, despite the fact it would increase their 17 million dollar annual payroll tax to 24 millions.

The Joint Ways and Means Committee plans to decide Tuesday morning on the bill to increase the basic school fund from \$80 to \$120, but \$90 to \$100 seems likely.

The committee had planned to act Monday, but held up action until a Senate-House conference committee decides the fate of the "key district" bill to redistribute basic school funds to the local districts.

REORGANIZATION UP

Another important school measure—the House-passed bill to compel re-organization of school districts—was scheduled for Tuesday action.

(Continued on Page 5, Column 2)

IF IT TAKES 10 DAYS

Holmes Bids Solons Reach Orderly End

By JAMES D. OLSON
Capital Journal Writer

Gov. Robert D. Holmes said Monday at a press conference that he favors an orderly end to the present legislative session even if that requires 10 days longer.

"Both President of the Senate Boyd Overhulse and Speaker of the House Pat Dooley feel that the session can come to an orderly end if they go into a couple of days next week," the Governor stated.

TWO WRONG GUESSES

Gov. Holmes said he had previously made two guesses on the date of the end of the session and was wrong both times. He first selected May 4 as the date for sine die adjournment and later picked May 15.

"The date of the end of the session depends a great deal on what the Senate does to the House tax program," he said. "But personally, I would not like to see the session end in confusion with the danger of 'sleepers' going through."

The Governor said his main concern was to make sure that the legislators don't go home without completing their job on the important bills before them. And he expressed hope that they would do this as quickly as possible.

ANNUAL SESSION NEEDED

The Governor said that the present situation points up to the need for an annual session.

"I have thought for several sessions that we should use an annual session," Gov. Holmes said. "With the growth of Oregon and the number of bills that are introduced we cannot expect a session to end within 100 days."

He said that was too long for business men and farmers to remain in session, although on the

they could afford to spend two months each year in session.

A House-passed constitutional amendment is now before the Senate providing for an annual session of not more than 65 days. If passed, the measure would be submitted to a vote of the people in November, 1958.

News in Brief

For Monday, May 13, 1957

Texas Flash Flood Kills 4; 5 Missing Sec. 1, P. 1
Like and Montgomery 'Reflight' Gettysburg Sec. 1, P. 2

LOCAL

Armed Forces Week Planned Sec. 1, P. 5
Soap Box Entries Sec. 2, P. 1
KSLM to Build TV Station Sec. 1, P. 1

STATE

Holmes Lashes GOP Solons Sec. 1, P. 3
Republicans Hit Back At Governor Sec. 2, P. 1

FOREIGN

Rep. Cole Advocates A-Arms For Neutralists Sec. 1, P. 2

SPORTS

Torrid CinCY Wins Two More Sec. 4, P. 1
'State' next for 13 Local Trackmen Sec. 4, P. 2

REGULAR FEATURES

Amusements Sec. 1, P. 2
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