

INCOME TAX LESS FOR FARMERS WHO HAVE GOOD BOOKS

With the lowering of federal income tax exemptions, more Oregon farmers than ever before are realizing that farm records are not only desirable as a business help but are well nigh indispensable in connection with the state and federal income tax systems, says Dr. G. W. Kuhlman, associate professor of farm management at Oregon State college.

On the basis of the 1940 census report of farm income alone, it is estimated that approximately half of

the farmers in Oregon are required to make income tax reports for 1941. The new revenue act requires filing a return by the head of every family with a gross income of \$1500 or more, or \$750 in the case of a single person.

Many farm operators have supplemental income in addition to that from farm sales, which must be considered. Dr. Kuhlman emphasizes the fact that a return must be filed on the basis of gross income, regardless of whether deductions are sufficient to eliminate an actual tax.

Farmers who have been keeping books are finding that their financial records keep their income tax burden to a minimum by allowing them

to take advantage of the inventory rather than mere cash basis returns each year. For example, two dairymen in partnership, with gross sales of from \$10,000 to \$16,000 per year have been paying little tax because expenses in building up their business have largely balanced their income. Now, faced with a lease expiration and the dissolving of the partnership, they will be subject to a far heavier tax than if they had paid each year as their inventory was built up.

Another example cited by Dr. Kuhlman is a wheat farmer who has been following the cash basis of reporting and cannot consider wheat under loan as a sale, hence may be

caught with two crop sales in a single year. The inventory method, made possible by keeping farm records, eliminates such situations and equalizes the tax loads on the basis of annual gross income and expense and by utilizing personal exemptions to the fullest extent, says Dr. Kuhlman.

COLUMBIA NEWS

By Mrs. Bob Woodward

Mrs. A. H. Cable who was appointed in charge of the house-to-house canvass of women's skills in this district has selected her corps of workers and reports that the mobilization will be Monday, February 16. Her assistants will be Mrs. B. Hutchison, Mrs. C. Hammer, Mrs. E. Dixon and Mrs. J. Jendrzejewski in the Columbia district and Mrs. D. Knight, Mrs. P. Castrie and Mrs. D. Follett in the North Hill district.

Tom Stewart has quit his position in town with the Shell Service preparatory to enlisting in the army corps. He is at present visiting his brother Jim Stewart at Lakeview.

Elmer James and Jim Couture are spending several days in Spokane on business this week.

Mr. and Mrs. Willis Struthers, who have made their home in this district the past ten years, sold their place this week to Mr. and Mrs. William Phillips of Pilot Rock who will take possession within the next two weeks. Mr. and Mrs. Struthers have purchased a trailer house and are at present remodeling it. They will move soon to Pasco where he will be employed as carpenter work.

Donald DeMoss returned Monday evening from a three weeks vacation spent in the Willamette valley. He visited with friends at the University of Oregon and Oregon State college, and also spent some time studying poultry housing and seed formulas while in Corvallis.

Mrs. H. J. Ott left Thursday of last week to visit her daughter Mrs. Willard Stratton in John Day.

Myrnie Caldwell made a business trip to Pendleton Tuesday.

August Lindner has been in Portland the past two weeks with Mrs. Lindner who is again in the hospital there. She has had to have several blood transfusions, the third one was to have been given last Friday. There has been no news of her condition since that time.

Guests at the J. H. Reid home this week are Mr. Reid's sisters, Mrs. Alta Carman of Tonasket, Wn., and Mrs. Eleanor Hayes of Spokane. Mrs. Carman lived in this district a number of years ago. On Tuesday the two ladies were dinner guests of Mrs. Weir Cassidy.

Miss Barbara Reid visited at home on Sunday returning Monday morning to her work at Granger.

Mr. and Mrs. Lester Hammer and Mrs. Carl Hammer were business visitors to Pendleton Tuesday.

Sunday guests of Mr. and Mrs. W. R. Struthers were Mr. and Mrs. James Kramer and Mr. and Mrs. Charles Miceals and children of Pilot Rock. Mrs. James Brake of Wallula visited at the Struthers home Monday.

Mrs. Elmer Ryland and daughter Beulah accompanied her son and daughter-in-law, Mr. and Mrs. Jim Chetwood of Heppner to La Grande Sunday where they had been called by the death of Mrs. Ryland's brother.

Verne Dunham who has been staying at the H. Garberding home during the winter has finished the soil conservation field work he was doing in this area and left last week to be employed for a while in the office at Pendleton. While there he will stay with an uncle, Jim Dunham, near Holdman.

Mrs. Myrnie Caldwell and infant daughter returned home Sunday from Stanfield where she spent several days at the home of her parents since leaving St. Anthony's hospital last week.

Mrs. John Moore and two children returned to their home in Pendleton Sunday after spending several days with Mrs. Don Emmons.

George Liebe received word that his sister Miss Emma Lenz was in a Salem hospital with severe injuries received when she was struck down by a car last Tuesday evening in Salem.

Fred Lenz' draft number has been called by the local draft board at Pendleton and he is to report for the physical examination about March 1.

Mr. and Mrs. John Kopacz and small son Jackie of Bly, Ore., spent several days last week here with his mother, Mrs. Sophia Kopacz. Previously they had spent a week at Grandview, Wn., where they had been called by the critical illness of Mrs. Kopacz' mother, Mrs. William Shable, who passed away last week. Mrs. Shable formerly lived on the project and in Stanfield and was quite well known here.

Mr. and Mrs. R. B. Wilcox and daughter Eva returned Tuesday evening from a month's motor trip which took them via Bend and Reno, Nev., to Phoenix, Arizona. After a week's visit in the latter city they continued on into Mexico and from there to Los Angeles, where they spent another week visiting friends and met Mrs. Brosten who returned to Hermiston with them. The return trip was made via Salem where the party visited with Mrs. Wilcox's folks.

The Jack Ruesher family of Stanfield visited Tuesday evening at the home of their daughter, Mrs. Myrnie Caldwell.

Along the Diagonal: More callers . . . Mr. and Mrs. C. L. Upham Sunday afternoon at the Bud Hooker farm . . . Mr. and Mrs. John Konecz one evening last week at the Bob Woodwards . . . Mrs. Frank Berny on Monday and Mrs. Puth Dyer on Tuesday evening at the Caldwell home . . . Miss Ruth Gifford a Tuesday overnight guest at the Christley home . . . Mr. and Mrs. L. W. Douglas having dinner with her son and family; Mr. and Mrs. Otis Jordan.

NOTICE!

TOTAL LACK OF MATERIALS COMPELS ME TO CLOSE MY O. K. TIRE SHOP LOCATED IN THE PENNOCK GARAGE.
WILL CUSTOMERS PLEASE CALL FOR THEIR TIRES.

O. K. Tire Weld Co.
Hermiston, Oregon

ADVERTISEMENT FOR BIDS

Sealed bids will be received by R. A. Brownson, clerk of the Elementary School District No. 14, Umatilla County, Hermiston, Oregon, at the office of the clerk until 1:30 P. M. February 20th, 1942, for the construction of the remodeling and alterations, painting, electrical work, plumbing, water service, etc., in the Elementary school building and will then be opened and publicly read aloud. Bids received after the time fixed for opening will not be considered.

Plans, specifications and form of contract documents may be examined at the office of R. A. Brownson, clerk and at the office of C. B. Miller, Architect, at Pendleton, Oregon. A set of said plans and specifications may be obtained at the office of the clerk upon deposit of \$5.00.

The full amount of one deposit of one set of documents will be returned to each actual bidder within a reasonable time after receipt of bids. Other deposits will be refunded with deduction not exceeding the actual cost of reproduction for the drawings, upon return of all documents in good condition within thirty (30) days after the date of opening of bids.

Each bid shall be accompanied by a certified check, cashier's check or bid bond (with authorized surety company as surety) made payable to the owner in an amount not less than five (5) per cent of the amount of the bid.

The Board of Directors of said school district reserves the right to reject any or all bids and to waive informalities.

No bidder may withdraw his bid after the hour set for the opening thereof, or before award of contract, unless said award is delayed for a period exceeding thirty (30) days.

R. A. Brownson, clerk,
Elementary School District
No. 14,
Umatilla County, Hermiston,
Oregon.
(Feb. 12-19)

ADVERTISEMENT FOR BIDS

Sealed bids will be received by R. A. Brownson, clerk of Elementary School District No. 14, Umatilla County, Hermiston, Oregon, at his office in the Elementary school building at Hermiston, Oregon, until 1:30 P. M., February 29, 1942, for equipment including chairs, desks, tables and other school equipment for the said Elementary school district No. 14, and will then be opened and publicly read aloud. Bids received after the time fixed for opening will not be considered.

Specifications and form of contract documents may be examined at the office of the clerk in the Elementary School building in Hermiston, Oregon. A set of the specifications and forms may be obtained at the office of the clerk.

Each bid shall be accompanied by a certified check, cashier's check or bid bond (with an authorized surety company as surety) made payable to the owner in an amount not less than five (5%) per cent of the amount of the bid.

The School District reserves the right to reject any or all bids, and to

waive informalities.
No bidder may withdraw his bid after the hour set for the opening thereof, or before award of contract, unless said award is delayed for a period exceeding thirty (30) days.

R. A. Brownson, clerk,
Elementary School District
No. 14,
Umatilla County, Hermiston,
Oregon.
(Feb. 12-19)

ADVERTISEMENT FOR BIDS

Sealed bids will be received by R. A. Brownson, clerk of Union High School District No. U-9, Umatilla County, Hermiston, Oregon, at his office in the High School Building in Hermiston, Oregon, until 1:30 P. M. February 20th, 1942, for chairs, desks, tables and other school equipment for the said High School District No. U-9 and will then be opened and publicly read aloud. Bids received after the time fixed for opening will not be considered.

Specifications and form of contract documents may be examined at the office of the clerk in the high School building in Hermiston, Oregon. A set of the specifications and forms may be obtained at the office of the clerk.

Each bid shall be accompanied by a certified check, cashier's check or bid bond (with an authorized surety company as surety) made payable to the owner in an amount not less than five (5%) per cent of the amount of the bid.

The School District reserves the right to reject any or all bids, and to waive informalities.

No bidder may withdraw his bid after the hour set for the opening thereof, or before award of contract, unless said award is delayed for a period exceeding thirty (30) days.

R. A. Brownson, clerk,
Union High School District
No. U-9,
Umatilla County, Hermiston,
Oregon.
(Feb. 12-19)

LAND SALE NOTICE

NOTICE IS HEREBY GIVEN, That the undersigned, Sheriff of Umatilla County, Oregon, by virtue of an order duly made and entered herein by the County Court of Umatilla County, Oregon, on the 6th day of February, 1942, will, on the 17th day of March, 1942, at the hour of 10 o'clock in the forenoon, sell to the highest bidder for cash at the front door of the Umatilla County Court House, Pendleton, Oregon, subject to a minimum price of \$1,000.00 therefore, to be paid in cash, at the time of sale: the following described parcel of land, heretofore by Umatilla County, Oregon, acquired for delinquent taxes, to-wit:

NW 1/4 SW 1/4, Section 5, Township 4, North Range 28, E.W.M.
R. E. GOAD, Sheriff of Umatilla County.
(Feb. 12-March 12)

Doing a Wartime Job

The 3700 motor vehicles of this company on the Pacific Coast, the more than 39,000 men and women who maintain and operate telephone service, are a mechanized, mobilized army in the service of communication.

Telephone workers can be counted on to play their part in the added effort that so many millions of workers throughout the nation are making today.

While it is necessary that our lines be readily available for telephone calls important to the wartime job, you may be sure that each telephone employee will do his or her level best to give you the finest service possible under existing conditions. Whether in peace or war, the tradition "The Message Must Go Through" is uppermost in their minds.

Buy a share in America with Defense Bonds

THE PACIFIC TELEPHONE AND TELEGRAPH COMPANY
Dial Operator for Information



ECONOMIZE for DEFENSE

Our low prices help you save more money for important defense needs.

FORMAY

Swift's Premium Shortening

3 Lb. Tins 59c

FRESH FRUITS & VEGETABLES

Lettuce 2 heads 15c
Large solid heads

Fresh Beets 2 bu. 15c
Turnips or Carrots

Cabbage lb. 3 1/2 c
Solid crisp

Grapefruit 2 for 15c
Texas Pink or Florida

Rhubarb 2 lbs. 19c
Strawberry variety

Apples box \$1.39
Winesaps or Delicious

Oranges 3 doz. 43c
Juicy - Free shopping bag

FRESH MEATS

Beef Roasts lb. 26c
Stone's Baby Beef

Pork Roasts lb. 26c

Veal Roasts lb. 27c
Young Milk Fed Veal

PORK STEAK lb. 29c
Shoulder Steaks

RIB or SIRLOIN Steaks, lb. 31c
Cut from Stone's Baby Beef

BACON lb. 33c
Carsten's Light Lean Bacon

PORK CHOPS lb. 33c
Lean Center Cuts

VEAL STEAKS lb. 27c
Shoulder Cuts

JOWL BACON lb. 20c
Ideal for Flavoring

SALMON or Halibut lb. 31c
Sliced Fresh

SMELTS 2 Lbs. 27c
Columbia River

SPAGHETTI 9c
Franco American

SALT 2 lb. cartons 2 for 15c
Iodized or Plain

LIPTON'S TEA lb. 85c
Black

GIANT PAR Soap 69c
With Premiums

CARNATION MILK

— IT WHIPS —

3 cans 26c

Rippled Wheat

Sunshine 2 pkgs. 17c

Ammonia 12 oz. 7c
or Bluing

Jergen's Soap Deal 19c
4 cake assortment

Pierce's Tomato Juice 2 for 35c
47 oz. tins

Van Camp's Hominy 10c
29 oz. tins

Miracle Whip quart 39c
Salad Dressing

Armour's Star Tamales 2 for 25c
11 oz. tins

Grapefruit Juice 19c
Alamo 47 oz tins

Oyster Crackers 15c
1 lb. cello

Deviled Meat 4 for 19c
Economy 1/4's

Dog & Cat Food 3 for 25c
Carstens

Lunch Meat 29c
E-Z-Serve 12 oz. tins

Dill Pickles quart 24c
Nalley's

Ginger Snaps 29c
Select 2 lb. ctns.

Dog Food 3 for 25c
Red Heart - A-B-C

Kerr Lids

Regular Mason 2 pkg. 19c



For Fri., Sat. and Mon.,
Feb. 13, 14 & 16.