



FARM BILL VETO—Herbert Miller, assistant executive clerk (left) and Richard S. Tribbe, assistant to the Chief of Records, leave the White House carrying bundles containing a message from President Eisenhower to the House of Representatives explaining why the Chief Executive vetoed the farm bill. The President said he acted with "intense disappointment and regret."

\$2,000,000,000 Federal Surplus Expected in Current Fiscal Year

Washington—(U.P.)—Congressional staff economists today predicted a \$2,000,000,000 federal surplus for the current fiscal year.

That would be 10 times as big a surplus as the administration has forecast. The most recent Treasury estimate called for a \$200,000,000 surplus for the 1956 fiscal year ending June 30.

The congressional staff experts said a tax reduction is not warranted despite the prospect of a \$2,000,000,000 surplus. They said the economic situation is such that a tax cut might touch off an inflationary spiral that would end in a boom and bust depression.

Seen Sufficient Reason
But some congressmen probably will seize upon the \$2,000,000,000 estimate as sufficient reason for an election year tax cut, anyway.

The new estimate highlighted a report on the current economic situation prepared by Grover W. Ensley, executive director, for the House-Senate Economic Committee.

Ensley said his staff figured receipts will be about \$3,000,000,000 more than the Treasury estimated in January. Expenditures were estimated at about \$1,000,000,000 more.

Treasury Secretary George M. Humphrey recently estimated that receipts and spending each would be about \$1,000,000,000 more than the January estimate, leaving the surplus estimate at \$200,000,000.

Inflationary factors still outweigh deflationary ones in the national economic situation, Ensley said.

Long Run Possibility
"Although long run projections indicate the possibilities of tax reductions, the emergence at this time of a surplus, either anticipated or greater than originally anticipated, is not persuasive as to the wisdom of tax reduction in the face of a booming economy already pressing the limit of immediate resources and fanned by a variety of upward drafts," the report said.

"The fact is that the emerging federal surplus of itself is but another indication of the strength of the booming forces present in the economy."

The report also approved continuance of a restrictive money policy by the Federal Reserve System. It recently raised the basic interest rate on borrowed money, an anti-inflation move.

SKIING NOTE
Mt. Washington, N. H.—(U.P.)—Tuckerman's Ravine on the eastern slope of Mt. Washington is the only true snow bowl east of the Rockies and boasts skiing in to June at times.

Warm Springs Indian Timber Sale Slated

Portland—(U.P.)—Eleven million feet of Indian timber will be sold on the Warm Springs reservation.

Don C. Foster, area director for the Bureau of Indian Affairs here, said today he had been authorized by the Department of Interior to offer for competitive bidding the tract of timber on the Badger Creek logging unit of the reservation.

The timber is in the Mt. Jefferson roadless area on the west side of the Cascades. It covers 205 acres. The tribal council of the Warm Springs Indians has recommended that regulations forbidding road construction in the area be waived as a means of developing the area for benefit of the tribes. Foster said the timber sale would involve some road construction.



TOWNE Beauty Shoppe

36 S. Central • Phone 2-4266

Takes Pride in Welcoming

ADELINE REED and EVA HURD

To Their Staff of Beauticians!

Adeline, a former Towne Beauty Shoppe beautician, now returns, bringing her fine knowledge in hair styling to give you the beauty care you desire. Eva Hurd is our new graduate beautician of Medford Beauty School. Come in and try one of her manicures or a new hair tint!

VI CORBY

DOROTHY OSBURN

Stevenson Campaigns In Pennsylvania for Tuesday Primary Vote

Pittsburgh—(U.P.)—Adlai E. Stevenson today began a two-day speaking tour of Pennsylvania in the hope of gathering more votes than President Eisenhower in the primary election Tuesday.

Stevenson scheduled visits to Pittsburgh, Harrisburg and Philadelphia in his drive to get out the Democratic vote.

Republican registrations exceeded the number of registered Democrats by more than 1,000,000 several years ago. But the Republican majority now has been whittled to less than 500,000.

Sen. William F. Knowland's name also will be on the GOP ballot but there has been no campaigning for the California Republican.

Not Considered a Factor
Stevenson's hottest rival, Sen. Estes Kefauver (D-Tenn.), was not considered a factor in the Democratic race. He will not be on the ballot and is making no campaign in the Keystone state.

The Democrats will elect 120 convention delegates of whom 103 have promised to support the popular choice of the voters in their congressional districts. The Democratic state committee previously selected 28 additional delegates-at-large.

Conventional delegates are not bound to their pledges. In 1952, Kefauver carried nearly all of the state's 30 districts but received less than 10 Pennsylvania convention votes.

Backed by Leaders
Stevenson's part in the contemplated popularity clash with the President was backed by state Democratic leaders from Gov. George M. Leader to Pittsburgh's Mayor David L. Lawrence, who also is a national committeeman.

Stevenson was scheduled to make an address at the Pittsburgh Press club shortly after his arrival here. Later in the day he was to meet party leaders at a reception and will speak tonight before flying to the state capital at Harrisburg.

Neuberger Hurls Charge at McKay

Washington—(U.P.)—Sen. Richard L. Neuberger (D-Ore.) today accused former Interior Secretary Douglas McKay of "the cheapest and shabbiest kind of demagoguery" in attacking Sen. Wayne Morse (D-Ore.) because he wasn't born in the state.

Neuberger said the attack "certainly strips McKay's lack of issues right down to the seventh veil."

He said McKay made the attack last week just before leaving Washington to run for Morse's Senate seat.

EARLY AGING
Orleans, Neb.—(U.P.)—Nancy Mitchell, 15, Orleans, feels old. A competent tap and ballet dancer, she has been teaching since she was 11 years old. She started taking lessons when she was three.

7-PC. VIRTUE BANQUET DINETTE

For Light Hearted Living With Big Hearted Size!

YOURS NOW! ALL-TIME SUPER VALUE! ACT NOW!

HUGE 72" Table!

None so good! None so right for the family! Seats six... fits... even seats up to 10!

★ RED ★ YELLOW
★ GREEN ★ GREY

Your choice of the four most beautiful, most livable colors ever to brighten modern lifetime deluxe chrome dinettes. They're Virtue's exclusive gallery colors... in hand, some mother-of-pearl design.

9988

2 EXTRA CHAIRS

7 PIECES FOR PRICE OF 5

JUST ... \$10⁰⁰ down

\$6.00 Per Month
5 Pc. Set Only \$69.95

Easy Terms

FREE!

With Each 7-Pc. Set We Give This Kitchen **STEP STOOL** Absolutely Free

Luxuriously Big! Incomparably Complete!

it grows... and grows... **AND GROWS!**

Gates

furniture

Just Arrived: Complete line of New Styles in Chrome and Black Kitchen Dinette Sets—See Them!

● FREE CUSTOMER PARKING ●

341 North Central

MEDFORD GRANTS PASS ASHLAND

For the Spring BRIDE

Karnak . . . a "modern primitive" by

Unusual glassware to charm your informal table settings. It's a "modern primitive" by Fostoria, inspired by an ancient culture, styled for pleasurable use today. Karnak is lightweight; the colors are wonderful; the handwrought texture makes it a delightful conversation piece. Sized for every informal use and priced low for handcrafts of such quality. Come see our open-stock collection.

PINK — AMBER — MARINE

Dessert ^{1/2} Juice ^{1/2} Cooler ^{1/2} Beverage ^{1/2} Salad-Dessert Plate

Swem's BOOKS • GIFTS • RECORDS
217 EAST MAIN • MEDFORD, ORE.