

PLANE DIVES INTO SEA

INSIDE TODAY
 Society news appears on Page Two of today's Mail Tribune. Locals and personals and market news appear on page 13. Radio and TV logs and comics will be found on page two of the second section.

Steelworkers in Separate Sessions With Seven Firms
Strike Deadline Only 10 Days Away
 New York — (U.P.) — The United Steelworkers of America met individually with seven major steel producers today in an effort to end a deadlock on new contract terms for 650,000 steel workers.

74 LOSE LIVES IN VENEZUELAN AIRLINE CRASH
 New York — (U.P.) — A Venezuelan airliner caught fire and crashed in the Atlantic ocean early today, carrying 74 persons, including 20 Americans, to their deaths.

ARTERIAL PROGRAM APPROVED

10-Year Modified Plan Estimated to Cost \$1,656,100
Committee to Study Financing Methods

The Medford city council last night tentatively approved a 10-year arterial street program to cost an estimated \$1,656,100.

The program was prepared under the supervision of Vernon Thorpe, public works director, as an alternative to a 1954 plan which was estimated to cost the city about \$4,130,000. The same basic plan was adopted for the modified program.

The program, along with a proposed \$380,000 storm sewer program, will be submitted to the council's finance committee to study financing. The program, it is hoped, can be spread over a 10-year period, with about 10 per cent of the cost being paid each year.

Capital Improvements
 Earlier this year at budget committee meetings, city officials indicated that an off-street parking program might also be included in the arterial street and storm sewer plans and presented as an overall capital improvement program.

Councilman Harold Frye, chairman of the streets and roads committee, recommended the council approve the 1955 revised through-street program, and recommended a charter amendment which would give the city authority to construct through streets and assess property owners.

City Attorney E. R. Bashaw was directed to draw up necessary documents for an amendment to provide that "through streets designed now and in the future, and as may be constructed in the interest of the through street program, may be constructed with or without the consent of the property owners."

"Ain't No Oil Lobby Here, Jack. We're All Educators"



Surplus of \$638,147 Estimated for County

Jackson county will have a surplus of \$638,147 on hand at the end of the current fiscal year, County Treasurer Karl Janouch has estimated.

In response to a request, Janouch gave the following figures as the basis for his estimate:

Balance on hand,	4,260,150
July 1, 1955	1,262,845
Tax receipts	646,438
Misc. receipts (includes O & C revenues)	2,350,867
Approx. total cash,	4,260,150
1955-56 budget	3,622,003
Indicated surplus	\$ 638,147

Surplus Necessary
 The surplus, Janouch stated, does not include funds which were authorized in the budget, but which may not all be spent at the end of the fiscal year. He added that some surplus is necessary to "carry" the county during the July to November period, as income is less than outgo during these months.

The treasurer reported that miscellaneous receipts have been increasing each year in recent years, and he estimated that they would total about \$2,400,000 during 1956-57. He said this income, largely from the county's share of O & C timber sale receipts, plus the indicated cash "carry over," will result in a sizeable surplus next year if the budget as published is not materially increased.

There will be a sizeable tax collection next year, despite the fact very small levy is being made, he pointed out, due to continuing collection of delinquent taxes.

Senate Action on Hells Canyon Dam Seen in 2 Weeks
Bill To Be on Floor Before Session's End

Washington — (U.P.) — The Senate Democratic leadership may schedule floor action in about two weeks on a bill to authorize the controversial Hells Canyon Dam, it was indicated today.

The bill, voted out of the Senate Interior Committee by Democrats Tuesday, will be brought up "well before the end of the session," a Democratic source said.

Officially the scheduling will be done by the Democratic Policy Committee. The group will consider the bill at a meeting to be called later, committee officials said.

There was a report also that the Senate would act first on a bill to authorize the \$156,000,000 Frying Pan-Arkansas project in Colorado. It had administration support, and the two bills have been linked in jockeying for Republican committee votes for the Hells Canyon project.

House Action Delayed
 In the House, Hells Canyon supporters said they have the votes to get an authorization bill out of the House Interior committee, if they ever get a committee, quorum together.

A point of no return raised by Rep. Hamer (R-Ind.), prevented a vote on the bill Tuesday. He was one of two Republicans who attended the meeting, and Democrats charged the Republicans with boycotting it deliberately.

Budge indicated he would raise the point again at the next meeting, set for Tuesday, under similar circumstances. He said there was "no sense" in having a committee vote on "a billion dollar bill" with less than half of the members present.



REGAL ROBE — Queen Elizabeth, Sovereign of the Order of the Garter, is shown in the attire of Britain's most exalted order of chivalry. The photo was made in connection with the Garter ceremony at St. George's chapel, Windsor Castle, during which Prime Minister Eden, Earl Attlee and the Earl of Iveagh were invested.

US, France Plan Soviet Challenge On Disarmament

Washington — (U.P.) — The United States and France planned to challenge Russia anew today to accept disarmament with fool-proof controls.

The two nations also were expected to chide the Soviets for a shift in attitude on settlement of the Arab-Israeli dispute. Russia this spring indicated she wanted the two sides to negotiate for an end to their dispute but recently indicated she sides with the Arabs in opposing negotiations with Israel.

Joint Statement Due
 The U. S.-French positions were expected to be outlined in a joint statement to be issued at the conclusion of three meetings between French Foreign Minister Christian Pineau and Secretary of State John Foster Dulles. The two arranged their third and last meeting this morning at 10 a.m. (EDT) to draft a final statement on their talks.

The 51-year-old French foreign minister was scheduled later in the day to deliver an address before the National Press Club at 12:15 (EDT).

Innocent Verdict Returned by Jury

A federal court jury returned a verdict of innocent about 10:15 p.m. Tuesday for Nobel C. Standley, James Adamek and Wilbur Merchen of Standley Brothers Logging Company, Powers, charged with income tax evasion.

The jury retired from the courtroom late Tuesday afternoon, after hearing final arguments by counsels and instructions from Federal District Judge Gus Solomon.

Standley, Adamek and Merchen were charged with evading \$300,000 government taxes during the years 1949-51. The trial began last week.

The federal court is tentatively scheduled to reconvene July 9. The case of the United States vs. Best Lumber Company Inc., a contract-damages suit, will begin at that time.

Ike Said Expected To Tell Intention Between July 4-15

Washington — (U.P.) — A White House official said today he expects President Eisenhower to issue a new public statement on his second term intentions after he leaves Walter Reed hospital.

Told of the White House official's statement, Presidential Press Secretary James O. Hagerty said:

"I do not know who the official is. I know that Gov. Sherman Adams, myself, Col. Andrew Goodpaster, Jerry Morgan, Ann Whitman and Gen. Wilton B. Parsons are the only staff members here at Walter Reed. Nobody has talked politics with the President and the staff member just have a bigger crystal ball than I have if he is being quoted correctly and if it is a staff member that they are quoting."

The official, who cannot be quoted by name, predicted the statement will be issued sometime between July 4 and July 15, probably while the President is convalescing at his Gettysburg, Pa., farm.

Scheduled Conference
 Mr. Eisenhower, gradually resuming his official duties although he faces at least one more week in the hospital, scheduled a conference this morning with French Foreign Minister Christian Pineau.

Pineau is winding up three days of talks with State Department officials to realign U. S.-French foreign policies. He was accompanied to the President's hospital suite by Secretary of State John Foster Dulles.

Truman Receives Honor At Oxford University

Oxford, England — (U.P.) — Oxford university presented its highest non-graduate honor, Oxonian doctor of civil laws, to Harry S. Truman on the objections of a woman professor who protested his decision to drop the atomic bomb in World War II.

The action came as the House Rules committee prepared to vote on the main school bill, an administration backed measure to channel \$1.6 billion in federal aid to all the states for construction of new classrooms.

Bank Debits Show Increase in Area

Eugene — Bank debits in the southern Oregon area, including Medford, showed an increase of 42.5 per cent for May, 1956, over May of last year. The area reported an increase of 18.8 per cent over April, 1956.

Debits are collected monthly from 152 Oregon banks by the bureau of business research at the University of Oregon. Bank debits represent the dollar value of checks drawn against deposit accounts of individuals and business firms, and are regarded as good indicators of current business activity.

Totals for the state for May were \$1,581,724,449, an increase of 13.5 per cent over May, 1955, and a 5.3 per cent increase over April 1956.

Training School for Lookouts Starts

A three-day training school for lookouts and guards employed by the Rogue River National forest this summer opened last night in Butte Falls. About 60 trainees are attending.

Jack Wood, forest supervisor, opened the session with a talk on the objectives of the school. Instruction began this morning with the district rangers and their assistants in charge. The classes cover lookout procedures, fire suppression, use of equipment, communications and other subjects.

Some forest fire lookouts were established earlier this month, but were brought down after recent rains eased the fire danger. All are expected to return to their posts after the training sessions end Friday.

Farrell Presented Plaque by Council

Frank Farrell, former Medford city attorney, was presented a plaque by the city council last night in recognition of 27 years service to the city.

Farrell, who resigned recently, was appointed city attorney by Mayor A. W. Pipes in 1929. He was active in the League of Oregon Cities, and was president of the organization in 1933-34.

E. R. Bashaw, former Central Point attorney, replaced Farrell as full-time city attorney with offices in the city hall.

Washington — (U.P.) — An Army intelligence expert estimates that one-third of all American prisoners in the Korean war co-operated or collaborated with their Communist captors "in some degree or other."

Weather

FORECAST: Fair through Thursday. Low tonight 48, high Thursday 54.

Highest Yesterday	67
Lowest This Morning	48

Our Skies Tonight

Sunrise	4:34 a.m.
Sunset	7:32 a.m.
Tomorrow at	7:24 a.m.

Summer begins as the Sun enters the Sign of Cancer.

The Moon rises — 5:54 p.m. and sets Thursday — 3:23 a.m. Near it appears Antares, brightest star of the constellation, Scorpio.

Full Moon — Friday night

Jensen Rehearing Appeal Turned Down

Salem — (U.P.) — The State Supreme Court today denied a rehearing of an appeal from the death penalty sought by James Norman Jensen, who was convicted in 1954 for the murder of Mrs. Fern Hile of Medford.

A new date for the execution will be set by the Circuit Court in Jackson county. The high court had upheld the death penalty last May 2, saying the record showed a fair trial had been held.

George Lucas Joins Police Force Here

George Lee Lucas, 315 Earhart st., Medford, this week joined the Medford police force and is now a patrolman on the night shift. Police Chief Charles Champlin reported today.

Lucas, married and the father of one child, is a graduate of Medford High school and served in the Marines for three years.

Sarena Claims Illegally Granted, House Committee Report Charges

Washington — (U.P.) — The House Government Operations Committee by a party line vote today, accused the Interior Department of illegally granting 13 mining patents to the Al Sarena Mining Co. in Oregon's Rogue River National Forest.

The Democratic majority approved a report of an investigating subcommittee which demanded that the Justice Department take action to cancel the patents. The report said Al Sarena has cut 2,000,000 board feet of lumber from the forest land since receiving the patents, but "has not mined one cupful of ore."

Republicans voted to reject the report. They said it was distorted and charged Democrats with playing politics. The four Republican members who served on the subcommittee issued a lengthy minority report in an effort to show that the patents were "legally and properly issued."

The GOP report accused Democrats of trying to build up a phony "give away" issue.

They termed the Democratic report a "political document" and said it "seems aimed particularly to the state of Oregon."

The dispute grew out of a congressional investigation of the granting of the patents in 1954 by Clarence A. Davis, then solicitor and now undersecretary of the Interior Department. The patents previously had been denied by the Bureau of Land Management at the protest of the Forest Service that the land contained insufficient minerals to warrant mining.

Egyptian Premier Unveils Soviet Arms

Cairo, Egypt — (U.P.) — Premier Gamal Abdel Nasser took Egypt's newly acquired Soviet arms off the secret list today with a mammoth parade of Egyptian military might.

Stalin tanks, heavy guns and armored cars rumbled through Republic square in the biggest military parade ever held in Egypt. Mig-15 jets and Ilyushin bombers flashed overhead.

It was an all-out show of the strength in the same square where Nasser said Tuesday night Egypt hoped for a free Arab world that would stretch from Morocco to Iraq, and urged the freeing of Palestine.

German-trained Egyptian troops marched through the square in a semi-goose step. With them were token forces and military bands from Syria, Lebanon, Jordan, Saudi Arabia, the Yemen, the Sudan, Libya and Palestine.

Festival Rehearsal Schedule Told

Ashland — The rehearsal schedule for 1956 Oregon Shakespearean Festival plays which start Aug. 1 was announced today by Festival officials.

Rehearsals will start Thursday afternoon following the "traditional" all-night casting session tonight. Auditions for the plays began Monday in the outdoor theater here.

Rehearsals for "Cymbeline" will be held between 2 and 5 p.m. Monday, Wednesday and Friday; "Romeo and Juliet," between 7 and 10 p.m. Monday, Wednesday and Friday; "Love's Labour's Lost," between 2 and 5 p.m. Tuesday, Thursday and Saturday; and "Richard III," between 7 and 10 p.m. Tuesday, Thursday and Saturday.

"Titus Andronicus," the Festival's special production this year, will be rehearsed between 1 and 2 p.m. daily Monday through Saturday.

Festival officials said the public is invited to attend rehearsals.

Baseball

NATIONAL

St. Louis	2 8 1
Brooklyn	4 7 0
Misell, Jackson (5) Kinder (7) and Smith; Craig, Labine (9) and Campanella.	
Chicago	1 5 0
New York	4 9 1
Kaiser, Valentinetti (7) Hughes (8) and Landrith; Worshington and Sarni. Home run: Thompson, New York.	

Aid in Segregated School Areas Killed

Washington — (U.P.) — A bill granting federal aid to school districts that abolish segregation was pigeonholed today by the House Education committee.

The 14-10 vote killed any chance of enacting the bill at this session of Congress.

Its sponsor, Rep. Stewart L. Udall (D-Ariz.) said Republicans teamed up with southern Democrats to table the bill. The GOP's unanimous opposition, he said, demonstrates its "callous indifference" towards the south's problem in complying with the Supreme court's desegregation.

The action came as the House Rules committee prepared to vote on the main school bill, an administration backed measure to channel \$1.6 billion in federal aid to all the states for construction of new classrooms.

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