



**ROUTE DECIDED**—The state highway commission yesterday decided on the Hawthorne park (Bear creek) route for the Highway 99 freeway in the Medford area. The decision was made following a study of other possible routes, including the Genessee st. line, the Hillcrest route east of Medford, the West Medford-Oak Grove line, and a route east of the Hillcrest line. Interchanges on the four-lane divided highway will be at Central Point, Crater Lake highway, Barnett rd., and Fern Valley rd. Other interchanges will be at Valley View, North Ashland, Green Springs and South Ashland.

## Sixteen Tavern Owners Deny Violation of State Statute

Sixteen Jackson county tavern operators by noon today had denied to the Oregon Liquor Control commission that they had violated the Oregon statute prohibiting OLCC licensees from making political campaign contributions.

The denials were entered at OLC administrative hearings which began yesterday and were expected to conclude this afternoon. The hearings are an outgrowth of reports to the commission that about 21 tavern owners made contributions last October to the general election campaign in Jackson county.

**Represent Owners**  
Most of the tavern owners entered their pleas of innocence through Attorneys Warren Leseg and James Main.

They told Examiner Henry J. Detloff, OLCC hearings supervisor, they were contacted last October by Christian Schempp, proprietor of the Union Club, and asked to contribute to a political campaign. Most of them denied specific knowledge as to which party or which candidate was to receive the money. Many indicated they were under the impression the money was to

be used in the campaign of District Attorney Thomas Reeder, but did not actually know how it was used.

Amounts contributed ranged from \$5 to \$100. All but two or three said they did not know it was illegal for an OLCC licensee to make a political contribution. They also said Schempp had collected money from them on several occasions in past years for community and charitable funds. All of them denied giving Schempp specific instructions as to how the money was to be used and said they would not have willfully given money to be used illegally.

**Uses Own Money**  
One licensee, Ernest G. Childreth of Cook's Reception, Ashland, said his wife, who is not an OLCC licensee, gave \$25 of her own money to the campaign. Don C. Church, lieutenant in the OLCC enforcement division, quoted Schempp as stating Childreth had handed him the money. Schempp was also called to the witness stand and said he had seen a woman give some money to Childreth, who then handed the money to him. The statutes do not prohibit the wife

of a licensee from contributing to political campaigns.

Mrs. Myrtle Wilkinson, proprietor of Mom's Hideaway, Jacksonville, said she gave \$5 to Schempp thinking it was for a charity campaign. She said she was not aware she had made a political contribution until receiving a letter from the OLCC. **Contributes \$100**  
Alvin C. Leighton, proprietor of Brown's cafe, testified he had contributed \$100 in connection with Reeder's campaign and had made an additional contribution of \$25 to the Jackson County Republican party.

His contribution to the Republican party was pointed out by Lt. Church, who showed Examiner Detloff a photostatic copy of the Republican finance committee's statement of expenditures and receipts for the secretary of state. Leighton indicated he did not know it was in violation of the law to make a political contribution.

Others testifying this morning were Bill Barnes, operator of the 90 and 9 Tavern; Gene Hunt, Hunter's Tavern; and Tony Metz, North Riverside tavern.

**Testify Yesterday**  
Testifying yesterday were John B. DeMambo, Otto's Tavern; Harold Sutherland, Veteran's club; Dorence E. Hayes, Hayes Distributing company; Leslie A. Wilson, Wilson Distributing company; Kenneth G. Hamner, Holland hotel; Merrill Ousterhout, Highway Tavern; John Paul Hartsook, Barkley's Tavern; Thomas A. Dwyer Sr., Bohemian club; Harold Straus, Tally Ho; and Ed Colpitts, Pioneer Tavern.

Hamner also admitted contributing \$20 to the write-in campaign of O. H. Bengtson for district attorney in addition to Reeder's campaign.

Schempp appeared before the examiner Tuesday morning and said he began collecting the money for Reeder after Walter D. Nunley, former district attorney, criticized tavern owners in a television appearance.

Schempp said he turned the money over to Attorney Paul Haviland without telling him how to use it. Haviland testified he gave the money to two unidentified attorneys and did not know the final disposition of the funds. Names of the two attorneys were not asked during the hearing.

Appearing on behalf of the OLCC are Lt. Church and Alvin Hartley, Medford district inspector for the commission.

**Medford to Receive \$6,030 From OLCC**  
Portland — Medford will receive \$6,030.94 of the \$616,687.35 total 1956 income from licensing operations of the Oregon Liquor Control commission, it has been announced.

The OLCC income is being distributed during January to cities, counties and the general fund of the state. Jackson county will receive \$4,247.15.

Other Jackson county cities receiving portions of the income are Ashland, \$1,281.39; Butte Falls, \$174.14; Central Point, \$282.01; Eagle Point, \$40.07; Gold Hill, \$286.64; Jacksonville, \$296.88; Phoenix, \$326.70; Rogue River, \$294.34; and Talent, \$448.44.

**Stop Obstructing, Wyatt Tells Demos**  
Astoria — Wendell Wyatt, state Republican chairman, issued a statement today saying Democrats "should stop obstructing" and elect one of three "acceptable" Democrats as president of the State Senate.

Democrats in the deadlocked Senate support Sen. Walter Pearson of Portland. Republicans have been voting for Sens. Harry Boivin, Ward Cook and Phil Brady.

## Daughter Born To Princess Grace, Prince

Monaco — (U.P.) — Princess Grace of Monaco gave birth to an eight-pound three-ounce daughter today.

Prince Rainier, sovereign of tiny Monaco and husband of the former Grace Kelly of Philadelphia and Hollywood, announced the birth himself in quavering French. He seemed as unnerfed as any other new father.

The infant was named Caroline Louise Marguerite. She is princess of Monaco and heiress presumptive to the throne of this 368-acre principality.

Described as a "healthy, howling American girl," the baby has blue eyes and brown hair.

**Considerable Damage Reported by Blaze**  
Considerable damage resulted yesterday morning when an overheated stove started a fire in an apartment occupied by Mr. and Mrs. Al Inlow at the National Guard's Camp White site.

Central Point rural and Camp White firemen said the fire was confined to one apartment in the two apartment building. Slight smoke damage was reported in the adjoining apartment.

Firemen said defective wiring caused a fire confined to the attic and roof of a garage house on the Rev. D. E. Mildard property about a mile northwest of the Butte Falls rd. and Crater Lake highway junction early yesterday.

**Girl Suffers Second Degree Burns on Body**  
Elaine Meyer, 8-year-old daughter of Mr. and Mrs. Harold Meyer, route 1, box 93F, Eagle Point, suffered second degree burns on her back early this morning when her nightgown caught fire from a heater, according to Rogue Valley hospital reports.

She was taken to Rogue Valley hospital by her parents. Her father was treated for second degree burns on his hands at the hospital and released, according to hospital officials.

**Medford Residence Destroyed by Flames**  
The Arthur G. Hanson residence at 863 Marshall ave., Medford, was destroyed by flames this morning when a stove in the house overheated and ignited the room, according to the Medford fire department.

Firemen said the house was completely involved in flames upon arrival. Two pumps were dispatched to the blaze. It was extinguished by firemen. They reported only a few kitchen articles were salvaged. No one was home at the time of the fire.

**Three Appear in Circuit Court Today**  
William Raymond Pickett, 256 North Front st., Medford, had his parole revoked by Circuit Judge H. K. Hanna this morning in circuit court. He was sentenced to three years in the Oregon state penitentiary.

Also appearing in court Wednesday were Jim Carl Dunbar, 430 Benson st., Medford, who pleaded guilty to charges of obtaining money by false pretenses, and Joseph George Matvey, 1546 North Riverside ave., Medford.

Dunbar's sentencing was continued pending arrival of FBI reports, and William E. Duhaime was appointed attorney for Matvey by the court. Matvey is to appear in court Friday morning on charges of grand larceny.

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# Hawthorne Route Selected

51st Year **MEDFORD MAIL TRIBUNE** Price 10c  
United Press—Full Leased Wire  
18 Pages MEDFORD, OREGON, WEDNESDAY, JANUARY 23, 1957 No. 261

## Senate Democrats Switch To Lewis; Still Deadlocked 'Fish Bowl' Proposal Made by Sen. Gill

Salem — (U.P.) — Democrats switched strategy in the Senate today and cast their 15 votes for Sen. Jean Lewis, Portland Democrat, for Senate president. But the Republicans held solidly to their earlier choice and the deadlock continued at 15-15.

There had been some feeling that Gov. Robert D. Holmes, who arrived back at his desk here today, might address the Senate in an effort to break the deadlock. But there was no indication in the opening session this morning that he would make such an appearance.

**Proposal by Sen. Gill**  
Sen. Warren Gill, Lebanon Republican, arose this morning to make a personal "fish bowl" proposal to Sen. Walter J. Pearson, Portland Democrat who had been the solid choice of his party for president.

Sen. Gill proposed that they put the names of the three Democratic senators the Republicans have been willing to support—Sens. Harry D. Boivin of Klamath Falls and Phil Brady and Ward Cook of Portland—in a "fish bowl" along with the name of Sen. Pearson. And he said he would agree to be bound to vote for the name drawn out of the bowl if Pearson would likewise agree.

**Have 'Right to Choose'**  
But Pearson said the Democrats were proceeding on the theory that they had the right to choose their own candidate and he could not enter into such agreement.

Then the voting resumed, and the Democrats—including Pearson—went solidly for Sen. Lewis.

Should Sen. Lewis be elected, veteran observers said, it would be a two-way precedent: she would be the first freshman senator to be named president, and she would be the first woman named president.

**Lining Apparent Low Bidder on Sewer**  
Apparent low bidder for construction of 1,780-feet of eight-inch sewer line for the new \$400,000 Medford armory under construction is M. C. Lining and sons, Medford, according to Vern Thorpe, public works director.

Lining's bid was \$4,787.75. Other bidders were Coast Construction company, Junction City \$5,294; W. H. Conrad company, Medford, \$5,467.50; Everett M. Den Herder, Medford, \$5,900; and P. S. Lord Mechanical contractors, Portland, \$7,061.90.

Thorpe said bids have been submitted to the Oregon military department for recommendation and will be returned to the city council for awarding.

The department authorized the city to act as contracting agent for construction of the sewer line. It will extend from the Medford armory site to a connection with the South Bear Creek Sanitary district's trunk sewer line. The state will assume costs of the project.

**Why Don't You Help Me Get This Poor Fellow Back On His Feet?**



**RECEIVES AWARD**—Sam Hersh, 1956 United Medford Crusade campaign chairman, received an award for outstanding leadership from UMC board members, campaign assistants and division chairmen at a testimonial dinner in the Jackson hotel Saturday. Shown left to right are Robert Johnson, 1957 chairman; Sam Hersh; William Prentice, UMC

president and 1954 campaign chairman; M. M. (Hug) Huggins, 1955 chairman; and Elliott Becken, 1953 chairman. The present UMC campaign total is \$121,820, almost \$5,000 more than the goal. All expenses for the testimonial dinner were borne by those in attendance. No UMC contributions were used for this purpose.

—(Brainerd photo)

## President Warns on Danger Of Inflationary Pressures Ike Would Better Russian Relations

Washington — (U.P.) — President Eisenhower said today that one of the chief aims of his administration during the next four years would be to achieve a better understanding with the Soviet Union.

He also said that American forces would be armed with tactical atomic weapons if it became necessary for them to fight in the Middle East.

He said the equipment of such forces with atomic weapons has now become routine from the military point of view.

**Night Vaccine Station Slated**  
A polio vaccine station will be set up in the basement room of the Elks Club, North Central ave. and Fifth st., Monday, Jan. 23, and Feb. 24 from 7 p.m. to 9 p.m. for the purpose of giving Salk anti-polio vaccine to those who have been unable to get it at the schools during the regular program, it was announced today. Only those under 20

years of age will be eligible at the Elks station, it was stated.

First of the three-shot series will be given there on Jan. 23 and the second shot on Feb. 25.

Yesterday 809 children received the vaccine at five stations, bringing the total over seven days to 5,415. At Talent 84 students and 10 others were inoculated, Sams Valley reported 66 students and four others, Washington grade school in Medford had 147 students and 23 others, Southern Oregon college reported 366 students and five others and 104 received the vaccine at the county health department.

**VACCINE SCHEDULE**  
Thursday, Jan. 24, 9 a.m. to noon: Howard school, Applegate school, Central Point Junior high school, Jackson grade school, Medford.

He warned again, as he did earlier in his State of the Union Message to Congress Jan. 10 that continued prosperity depends largely on management and labor exercising restraint in wage and price boosts.

**Cautious Optimism**  
Mr. Eisenhower was cautiously optimistic about 1957.

"There are grounds for confidence that the nation's overall prosperity will be extended into the months ahead," he said.

He said prospects are good as to employment, earnings, consumer spending, government expenditures, business capital outlays, construction, foreign trade and investment.

"However, uncertainties and problems are always present in the economic situation and require careful attention," he said.

**Tables and Charts**  
"These include the present international situation, the upward pressure of costs and prices, factors affecting capital outlays by business, and the provision of an adequate flow of new savings to meet the prospective heavy demands for funds."

The 200-page report, crammed with tables and charts, gave a detailed diagnosis of the U.S. economy. It listed rises in employment, production and income last year.

Average employment reached a new high of 65 million. Industrial production was up by 2 per cent. Personal incomes rose \$19 billion. Wages were up by about 6 per cent.

**Ransom Note Probed In Death of Girls**  
Chicago — (U.P.) — Police are investigating a ransom note received by the mother of two teen-aged girls before their murder was discovered, it was learned today.

The nude, frozen bodies of the girls, Barbara Grimes, 15, and her sister Patricia, 13, were found by a construction worker Tuesday in a muddy ditch.

Police laboratory officials refused to confirm the report of a ransom note. But it was reliably learned that such a letter, demanding \$5,000 for the girls' safe return, was received by her and turned over to the FBI.

**Economic Message Paints Glowing National Picture**  
Washington — (U.P.) — President Eisenhower again warned the dangers of mounting inflationary pressures.

In his annual economic message to Congress, the President painted a glowing picture of state of the nation's economy.

**Output Still Climbing**  
He reported a record national output of \$412 billion of goods and services last year. Still climbing, the output hit an annual rate of \$424 billion in the final quarter of 1956.

But he coupled this favorable development with a stern lecture on the responsibilities of private firms and unions to help check threatening inflationary forces.

2. He said that Humphrey, in stating that a dreadful depression would occur if federal spending was not reduced, was talking about a hypothetical situation in the distant future. The chief executive said he did not believe there was any possibility of a depression of the proportions of 1929 because federal and state welfare payments would take up a great amount of economic slack. And in the chief executive's opinion there are no signs of slack developing.

3. He refused to confirm or deny a statement by Adlai E. Stevenson that the National Security Council voted unanimously last September to halt hydrogen bomb tests, but then was reversed for political reasons. Mr. Eisenhower said that because of security considerations he could not even hint at an NSC decision, but he reminded reporters that the NSC is an advisory body and all major security decisions finally are his.

4. He anticipated no major changes in the make-up of his administration. Asked if there might be Cabinet changes later, the President answered simply that he did not know.

5. He urged that Congress not separate his military and economic aid recommendations concerning the Middle East. To do so would inhibit his efforts to wage peace successfully.

**Weather**  
FORECAST: Considerable cloudiness through Thursday. A few snow flurries in mountains. Low tonight 35. High Thursday 38-40.

**Our Skies Tonight**  
Sunrise 7:34 a.m.  
Sunset 5:13 p.m.  
Moonrise Thursday 2:30 a.m.  
New Moon Jan. 30

**Freeway Location Chosen After Study Of Five Proposals**  
Portland — The state highway commission yesterday decided upon the Hawthorne park (Bear creek) route in the Medford area for location of the interstate route of Highway 99 in the Central Point-Medford-Ashland area.

The freeway route was selected from five under study. Cost of the 25.71 mile project is estimated at \$18,723,000.

Commission Chairman Ben Chandler, Coos Bay, said the commission reached its decision after "carefully studying all of the factors involved in this problem."

**Provide Best Service**  
He said the Hawthorne park route "will provide the best service to the traveling public and to the Medford area with the least disruption of orchards, farms and homes."

The commission, after eliminating four other possible routes, decided on the Hawthorne park (Bear creek) route because it felt the route will "not cause as serious a disruption of homes and residential areas as the Genessee street route." Engineers pointed out the Hawthorne park route will require acquisition of 42 homes compared to 84 homes on the Genessee st. route.

Late last October, the commission held a hearing in Medford at which opposition was voiced to all proposed routes. The Hawthorne park route appeared to be the "least disfavored" of the routes then under consideration.

After the hearing, the proposed Hillcrest route, east of the proposed Hawthorne route, was considered. However, the commission eliminated it at an excess of \$8 million more than other routes. The route also had undesirable engineering features, the commission said.

**West Medford Route**  
The West Medford route, which would cost about \$3,500,000 more than the city routes, was eliminated because it would disrupt about 156 acres of orchard land and 301 acres of agricultural land, the commission said. The route had no offsetting benefits and would not connect or serve Crater Lake highway, the commission noted.

The Hillcrest line, which is about comparable in cost to either the city routes, would have the disadvantage of seriously disrupting several producing orchards as well as eliminating 112 acres of orchard land and 848 acres of other agricultural land.

The commission said the East Ridge, West Medford or Hillcrest routes would not serve the city of Medford as well as the Bear creek routes because they are "somewhat remote." They would require extensive connections and penetrating spurs in addition to the main highway, the commission noted.

Possibilities were eliminated to the Hawthorne and Genessee st. routes, the commission said, because both routes have a "distinct advantage over any of the other lines in that they will provide a better service to the city of Medford without the necessity of long connecting or penetrating spurs."

Both routes also would "provide for an interchange connection with Crater Lake highway, and have the further advantage of reducing severance." Because the Hawthorne route generally parallels Bear creek, the disruption caused by severance would be minimized, the commission said.

Suggestions made in letters and resolutions at the Medford hearing were considered by the commission prior to a decision. The highway commission is charged with the responsibility of making determinations of routings for highways.

**Basis for Decision**  
The commission noted its decision was based on "a study of the various factors involved, such as cost, length, engineering standards, economic impact, disruption of residence property, disruption of farms and farm lands, service to the population centers of the area, and other considerations."

Although no date was announced for start of construction, State Highway Engineer, W. C. (Dutch) Williams indicated late last year that consideration would probably get under way in 1959.

Pendleton — (U.P.) — State Rep. Irvin Mann of Umatilla county is reported progressing steadily and his doctor said he may be out of the hospital in a couple of weeks. Mann has been ill for some time.