

IKE SUGGESTS CUTS IN APPROPRIATIONS

MEDFORD TRIBUNE
United Press—Full Leased Wire
28 Pages MEDFORD, OREGON, THURSDAY, APRIL 18, 1957 No. 24

Tax Plans Proposed

**Repeal of Surtax,
Payment Increase
Among Proposals**

**Four Per Cent Tax
On First \$500 Told**

Salem—(U.P.)—The Democratic majority of the House Tax Committee today came up with a tax program for the next two years calling for surtax repeal, increased income taxes, restoration of personal exemptions and dependency credit from \$500 to \$600 and elimination of the personal property tax offset.

Rep. Clarence Barton, Co-chairman of the committee, said that after three months study the committee decided that taxes would have to be increased on all groups of taxpayers in order to raise needed revenue.

Four Per Cent Tax
Proposed income tax legislation would levy a four per cent tax on the first \$500 of income, five per cent from \$500 to \$1,000, six per cent from \$1,000 to \$1,500, seven per cent from \$1,500 to \$2,000, eight per cent from \$2,000 to \$3,000, nine per cent from \$3,000 to \$4,000, 10 per cent from \$4,000 to \$8,000 and 11.5 per cent on all income over \$8,000.

This rate structure raises rates at the lower level and leaves them as they now exist at the highest level.

But Barton said that increasing the personal exemption and dependency credit will give taxpayers in the lower income brackets some relief and cause higher income taxpayers to pay slightly more.

Coupled with the income tax, there would be a "realistic" withholding tax law, Barton said.

Work To Start Friday
Also in the program was a bill to increase inheritance and gift taxes. The bill would exempt life insurance proceeds of \$60,000 and tax all sums above that.

Work on the bills embodying the Democratic program will start Friday.

Under the bill reducing the personal property offset, rates paid by corporations under the corporate excise tax will be reduced from eight per cent to seven per cent. This will apply to both businesses and utilities. National banking corporations will be increased from eight to nine per cent.

Barton said the income tax program would result in a tax cut for a family of four if the income is under \$7,000. From \$7,000 on up the same family would receive a slight tax increase.

No family of four would pay more than \$11 a year additional taxes, Barton said.

New Members of County Grand Jury Are Listed

Selection of a Jackson county grand jury to serve from April through July was completed recently in circuit court.

The new jurors include Raymond G. Niehaus, 211 Mace rd., Medford; Helga E. Mitchell, route 1, box 7B, Jacksonville; Ralph Stuart, 596 Perk st., Ashland; Kenneth F. MacDonald, 512 Fairmont st., Medford; Blanche R. Martin, 1114 West 11th st., Medford; Allen A. Smith, 1306 South Columbus st., Medford; and L. N. Schade, 1704 East Main st., Medford.

Alsburys, Chrysler Family Mobilgas Economy Winners

Sun Valley, Idaho—(U.P.)—Two families, the Alsbury of California and the Chrysler family of automobiles, walked off today with the top honors in the annual Mobilgas Economy Run. Mel Alsbury Jr., Whittier, took a double win as he drove his big 1957 Chrysler Imperial to the sweepstakes title as well as first in the Class D, or high priced car class.

Mother Places Second

He averaged 64.5133 ton miles per gallon in the four-day run from Los Angeles to Sun Valley over a 1,568 mile course, with a gas consumption of 20.9465 miles per gallon. Second in the sweepstakes finish was his mother, Mildred Alsbury, also driving a Chrysler Imperial, with a ton mile per gallon average of 61.7535 and a per gallon average of 19.9527.

Norman Communist Link Learned From Canadian Channels

Ottawa—(U.P.)—The E. Herbert Norman suicide case exploded today with disclosure that the Canadian envoy to Cairo carried a Royal Canadian Mounted Police Communist tag in 1940, that it was removed 10 years later, and that a U.S. Senate committee learned the story through Canada's own security channels.

Norman, ambassador to Egypt and Lebanon, jumped to his death from a Cairo building 13th last month. Canadian officials blamed his death on despondency over a U. S. Senate subcommittee's recent resurrection of their old charge that he was a Communist.

**Bids Are Called
For Water, Sewer
System at Lake**

Bids will be opened at 3 p.m. Wednesday, May 15, at Crater Lake National park on water and sewer system construction, Tom Williams, superintendent of the park, has announced.

The lines will supply water and sewer facilities for new residential buildings at park headquarters. Plans and specifications are available at the park service office in the Medford post office building.

The project is one of several construction jobs which will be advertised during the next few weeks, and is part of the 10-year Mission 66 program of the park service.

Construction Contracts
Williams said that, assuming the passage of the department of interior's 1958 appropriation bill now being considered by congress, construction contracts well in excess of \$500,000 will be awarded for work at Crater Lake this season.

Mission 66 is designed to bring park facilities up to a standard commensurate with their importance to the public. The program was so named because the program will end in 1966, the 50th anniversary of the national park service, when 80 million people are expected to visit the national parks.

Other projects for which bids will be called in the near future include 18,000 tons of crushed stone, most of it for stockpiles; 12 residential units, two and four unit apartments; two comfort stations for Mazama campground, remodeling equipment storage building, 25,000 gallon steel water reservoir, Annie Spring encasement, and picnic site roads.

Portland Man Fined In Municipal Court

James Alan McCordquodale, Portland, was fined \$100 and his driver's license was suspended 90 days Wednesday after pleading guilty in municipal court to charges of driving while under influence of intoxicating liquor.

McCordquodale was arrested early Wednesday morning by city police.

sharply criticized by several newspapers, barred to public scrutiny for the first time Wednesday night the circumstances leading to Norman's suicide.

Two Points Emphasized
Pearson answered charges and recitals of charges against Norman in a telegram to the editor of the Montreal Gazette. The statement was aimed directly at three days of columns by Ottawa correspondent Arthur Blakely which was largely an indictment of the government's alleged bungling of the Norman case.

The statement also answered the charges and comments against Norman by U. S. Senate subcommittee counsel Robert Morris.

The Gazette published the text of Pearson's statement on its editorial page without comment.

Pearson's statement emphasized two points:

—Although U. S. security agencies had had the information about Norman and apparently had "leaked" it to the Senate committee, the Canadian government refused to make the information public in Canada.

—Pearson told the Commons on April 12, the last day of the session, that the Senate subcommittee's information on Norman did not come from any Canadian security source via a United States agency. But he admitted Wednesday night that Morris knew of the first report which labeled Norman a Communist.

Security Probe Held
Pearson said in his telegram that his decision to retain Norman's services after Norman underwent a security probe in 1950-51 was taken "only after a meticulous examination of the evidence available to the investigating authorities."

This information included Norman's "associations with the Communists during his university days, as well as any possible associations subsequent to his membership" in the External Affairs Department.

"On the basis of investigation," Pearson said, "I concluded that he had had a student ideological beliefs which were close to some brand of Communism. I also concluded that he regretted these earlier associations and beliefs and had voluntarily abandoned them by the time he entered the Canadian foreign service."

Dealing with statements by Morris and Blakely concerning reports that Norman was a Communist, Pearson said: "It is true that a report by an RCMP secret agent mentions Norman as a member of the Canadian Communist Party in 1940 and it is no doubt this report which was forwarded by the RCMP in October 1950 to appropriate agencies, to which Mr. Blakely and Mr. Morris refer."

"How this report became public I can only guess."

Chief Urges People To Report Objects

Medford Police Chief Charles Champlin today urged Medford residents to report immediately any objects which might be a so-called home made bomb.

Several of the objects have been reported in recent weeks, Chief Champlin reminded residents, and police are continuing work on determining their origin.

While the objects are crude, they are potentially dangerous, particularly to small children who might pick them up, he emphasized. He warned residents not to get too close to any object they suspect, but to call the police and one of the four officers who have been accredited as explosion ordinance reconnaissance agents will respond immediately to dispose of the objects.

"Fellows, I'd Rather Stand On My Own Feet"



All But Three County Cities Show Increase

All but three Jackson county cities showed population increases between 1950 and 1957, according to figures compiled for the state census board for the purpose of adjusting liquor and highway fund allocations.

The three communities showing declines in population are Butte Falls, Jacksonville and Phoenix.

Medford showed the greatest increase in the county. The number of residents increased from 17,305 in 1950 to 22,222 this year, an increase of 28.4 per cent.

Central Point showed a 23 per cent increase from 1,667 to 2,050; Talent's population increased 21.1 per cent from 739 to 895; Eagle Point showed an increase from 607 to 711, 17.1 per cent; and Ashland had a 13.1 per cent increase from 7,739 to 8,750.

Other Increases
Other population increases in the county include Gold Hill from 619 to 655, 5.8 per cent; and Rogue River from 590 to 600, 1.7 per cent.

Butte Falls' population declined from 372 to 362, or 2.7 per cent; Jacksonville showed a decrease from 1,193 to 1,166, 2.3 per cent; and Phoenix' population declined 2 per cent from 746 to 731.

In Josephine county, Grants Pass increased 23 per cent from 8,116 in 1950 to 9,986 in 1957, according to the census board. Cave Junction showed an increase from 283 to 300, or 6 per cent.

Chiloquin in Klamath county reported a 36.2 per cent rise from 668 to 909, and Klamath Falls showed an increase from 15,875 to 19,000, or 19.7 per cent. Merrill reported an increase of .6 per cent from 835 to 840, while Malin and Bonanza each reported no change from 1950 populations of 592 and 259, respectively.

Ike's Brother Sticks To Views On High Budget

Washington—(U.P.)—President Eisenhower's big brother Edgar firmly stuck to his cut-the-budget views today despite some White House cooking and a presidential ribbing.

The Tacoma, Wash., lawyer, who caused a sensation Tuesday by calling his brother's \$71,800,000 budget "too big," attended a stag dinner at the White House Wednesday night. His wife, Lucy, dined upstairs in the mansion with the First Lady. Afterwards Edgar admitted to reporters waiting for him at his hotel suite that the Chief Executive and his younger brother, Milton, kidded him about his views on the budget.

Not Taking Advice
"But I haven't changed my mind one bit," he said emphatically.

The 68-year-old lawyer, two years older than the President, said his brothers reminded him "that all expenses have gone up."

"Dwight asked me if my office expenses were up," he said. "I said I couldn't tell because I had moved and didn't have any means of comparing."

He said he and Milton, president of Johns Hopkins University, chatted with the President for a while before the dinner. Then, indicating the reporters in his hotel room with a wave of his arm, he added: "If I'd taken their advice none of you would be here right now."

Becoming more serious, he motioned to a large pile of telegrams on a coffee table.

"I've had a stack of wires and phone calls—all of which have commended me on what I said," he told newsmen. "And up to now nobody has called to criticize me."

"I was surprised at the reaction. It was quite different than I had expected."

Congress Must Repeal Certain Obligation Laws

Proposal Would Reduce Obligational Authority

Washington—(U.P.)—President Eisenhower suggested to Congress today that his requests for appropriations could be cut by some \$1,858,000,000.

But he said that substantial reduction in his proposed \$71,800,000,000 spending budget for fiscal 1958 "cannot be made" unless Congress revises or repeals certain laws obligating the government to spend specific sums for specific purposes.

What the President proposes to trim by \$1,858,000,000 is the so-called obligational authority for fiscal 1958. As contained in the budget he presented to Congress in January this is estimated at \$73,300,000,000.

If the President's proposals for reducing actual appropriations are carried out, the figure for appropriations or obligational authority for fiscal 1958 will be almost the same as the estimated spending figure.

No Prompt Tax Cuts
He outlined the proposal in a letter to Speaker Sam Rayburn of Texas.

Eisenhower held out some hope over the long run for tax cuts, but gave no support for any reductions now.

"Given continuation of healthy economic growth and of strict expenditure control," the President said, reduction in appropriation requests of \$1,858,000,000 "will begin to lay a firm fiscal foundation for the time when we can be sufficiently assured that our income will so exceed our expenses as to justify a reasonable tax cut for every taxpayer while we continue to reduce the government's debt."

Eisenhower drew a careful distinction between cutting expenditures proposed in the budget and appropriations requests.

Wants Spending Delayed
While no substantial reductions can be made in expenditures, he said, there is a "more promising outlook" in reducing requests for new spending authority.

He said budgetary reviews since January have disclosed the feasibility of postponing certain requests "without serious damage to program levels."

The President then suggested these actions, some of which previously have been mentioned:

—Reduction by \$500 million of new spending authority for the military assistance phase of the mutual security program.

—Reduction by \$200 million of new spending authority for military public works. Less urgent projects could be delayed.

Soil Bank Cut Proposed
—Reduction by \$254 million of new spending authority for the soil bank program. This can be brought about by new projections of the program's operating rate and related financial requirements.

—Reduction of the Federal National Mortgage Association's spending authority of \$50 million.

—Reduction in new spending authority of \$25 million for college housing authorizations.

—Reduction in new spending authority of \$25 million through adjustments of Corps of Engineers construction schedules.

Fair Commission Bill Dropped for This Term

Salem—(U.P.)—Sen. Dwight Hopkins, Imbler Democrat, announced today that due to the tie vote in the Senate Agriculture Committee on a bill which would abolish the State Fair Commission, he was dropping the measure for this session.

Under terms of the bill, the direction of the State Fair would have been returned to the State Department of Agriculture.

Good Friday services will be held in several Medford churches Friday, April 19.

Services sponsored by the Medford Ministerial association will be held from noon until 3 p.m. at the First Presbyterian church, Eighth and Holly sts.

The Rev. Raymond Hurn, pastor of the first church of the Nazarene and president of the association, will be moderator for the three hour service.

Ministers during the service will change every 25 minutes with the following ministers participating: the Rev. George A. Trobrough, First Methodist; the Rev. R. H. Mathewson, Four-square Gospel; the Rev. John Taylor, St. Luke's Methodist; the Rev. Lawrence D. Krause, Bethel Assembly of God; Clynton Cris-

Arabian King Strengthens Hold On Shaky Country

By UNITED PRESS

King Hussein of Jordan consolidated his hold on the country today, backed by strong Iraqi and Saudi Arabian troop concentrations near his border and by a U. S. promise of aid if attacked.

Hussein, after five days of temporizing, issued a royal decree formally firing Maj. Gen. Ali Abu Nuwar, the chief of staff who fled to Syria when Hussein broke a plot to depose him.

In his place he named Maj. Gen. Ali Hayari, one of the Bedouin tribesmen whose loyal support saved the king from the plot.

At the same time, authoritative Arab sources in Beirut, Lebanon, disclosed how close the Middle East came to war last week. They said Hussein personally delivered an ultimatum on tank equipped Syrian troop reinforcements to leave the country or be driven out by Iraqi troops and planes.

Faced Syrian Troops
Syria had sent in 3,000 troops during the Israeli invasion of Egypt. It sent in more when Hussein fired Premier Suleiman Nabulsi, who was pro-Syrian, pro-Egyptian and pro-Soviet. The reports said Hussein met the troops and delivered the ultimatum in person. They withdrew.

Authoritative reports said Hussein was backed up in his formal action against Nuwar by promises of aid from Iraq, his neighbor to the northwest that is ruled by King Feisal, his cousin, and by promises of aid from Saudi Arabia to the south.

He also had before him President Eisenhower's news conference statement of Wednesday that the United States would assist Jordan if it should become the victim of aggression.

Israel Fearful
Israeli officials, who have backed Hussein since the start of the crisis in belief he did not want war, expressed fear today the political storm in Jordan would erupt again, that this was the lull before the storm.

The independent Egyptian newspaper Al Akhbar said in Cairo that the Jordan crisis was the "first act" in the United States plan to "isolate" Egypt. It predicted the Amman crisis would explode again and said the next week would be a crucial one for Jordan.

Although the Egyptian press was declaring the United States responsible, directly or indirectly, for the crisis in Jordan, the semi-official Middle East News Agency took a more moderate line today. It said "good news" will be announced shortly about the U. S.-Egyptian negotiations on the Suez Canal.

Advanced Course Held for Foremen
Rain this morning caused cancellation of a scheduled field trip to the Timber mountain area for a fire foremen's advanced training course sponsored by the Southern Oregon Conservation and Tree Farm association in cooperation with federal and state agencies.

About 50 men registered for the advanced course attended sessions at southwest district headquarters of the state forestry department on Table Rock rd.

A basic fire foreman's course was conducted yesterday at the southwest district headquarters, and another basic course will be held tomorrow in Grants Pass.

The advanced course today included demonstrations on fire line construction by hand and bulldozer, use of water, dry mop up, and fire behavior.

Medford School Board Discusses Survey

The Medford school board last night discussed a study and survey of school building needs and locations now under way in the district with Dr. Keith Goldhammer of the University of Oregon.

The board voted to continue the survey.

Dr. Goldhammer recently returned to the university from Stanford university where he was enrolled in the school of education as a specialist in school buildings and organization.

His assignment at the University of Oregon includes working with school districts in connection with reorganization, school buildings, and school financing.

Baseball

AMERICAN LEAGUE
New York 3 8 0
Boston 2 7 0
Kucks, Grim (8) and Gerra; F. Sullivan and White. Home run: Bauer, New York.

NATIONAL LEAGUE
Pittsburgh 1 4 0
Brooklyn 6 14 2
Arroyo, Purkey 5, Churn 7, King 8 and Kravitz; Maglie and Campanella. Home runs: Hodges and Snider, Brooklyn.

Philadelphia 2 8 0
New York 6 7 1
Simmons, Farrell (6), Miller (7) and Lopata; Gomez and Westrum. Home runs: Harris and Sauer, New York.

Good Friday Services Will Be Held in Several Medford Churches Tomorrow

Good Friday services will be held in several Medford churches Friday, April 19.

Services sponsored by the Medford Ministerial association will be held from noon until 3 p.m. at the First Presbyterian church, Eighth and Holly sts.

The Rev. Raymond Hurn, pastor of the first church of the Nazarene and president of the association, will be moderator for the three hour service.

Ministers during the service will change every 25 minutes with the following ministers participating: the Rev. George A. Trobrough, First Methodist; the Rev. R. H. Mathewson, Four-square Gospel; the Rev. John Taylor, St. Luke's Methodist; the Rev. Lawrence D. Krause, Bethel Assembly of God; Clynton Cris-

man, Friends church; Dr. Kirkland West, First Presbyterian; and the Rev. Escll Hiser, Church of the Brethren.

Students of McLoughlin Junior High school may attend services at the First Church of the Nazarene, 520 North Holly st., with the Rev. Wayne Batchelor, Mt. Pitt Avenue Church of the Nazarene, as speaker, from 2 until 3 p.m. Hedrick Junior High school students wishing to attend Good Friday services from 2 until 3 p.m. may attend Eastwood Baptist church at Ridgeway and North Keeneway dr. with the Rev. John O. Reynolds of the First Presbyterian church as speaker.

Services will be held for Medford High school students this year for the first time. They will

be at the First Christian church, Ninth and Oakdale ave., from 2 until 3 p.m. The Rev. Haddon Robinson, First Baptist church, will speak.

Students planning to attend any of the regularly scheduled afternoon services on Good Friday must have a note from their parents giving them permission, according to public school officials.

Other churches which will hold three-hour Good Friday services include St. Mark's Episcopal church, Fifth st. and Oakdale ave., from noon to 3 p.m.; and St. Peter Evangelical Lutheran church at 1020 East Main st., during the same time.

Many churches will serve communion tonight in observance of Maundy Thursday.

Weather

FORECAST: Partly cloudy tonight and Friday. Colder night with low 34. High Friday 63.
Lowest this Morning 47
Free. to 10 a.m. Today .02

Our Skies Tonight

Sunrise 5:26 a.m.
Sunset 6:56 p.m.
The Moon rises 11:37 p.m. and rises low.
Last Quarter
VISIBLE PLANETS
Mercury, sets 5:06 p.m.
Venus, sets 10:44 p.m.
Jupiter, high in south-west 12:05 a.m.
Saturn, due south 3:13 a.m.

DOW-JONES AVERAGES

New York—(U.P.)—Dow-Jones final stock averages: 30 industrials 488.03, up 3.01; 20 railroads 145.26, off 0.31; 15 utilities 72.22, up 0.24, and 65 stocks 171.33, up 0.63. Sales today were about 2,480,000 shares compared with 2,290,000 shares Wednesday.