

House Committee Takes Ax To Farm Program

Water Department Budget for '57-58 Totals \$486,967

Robert Lee, Medford water department superintendent submitted to the city budget committee last night a proposed budget for fiscal year 1957-58 totaling \$486,967, which is \$110,503 less than the present year's budget.

Estimated total revenue during 1957-58 is \$557,619.25, which is \$49,330.10 less than estimated revenue this year, Lee pointed out, however, the estimated water revenue of \$379,040 is about \$14,000 more than the present year because of an increase in rates April 1.

Operating expenses estimated at \$145,877 for 1957-58 are about \$5,000 less than this year's \$150,475, and capital expenditures are down from \$292,970 to \$241,605.

Interest on Bonds

Interest on bonds during fiscal year 1957-58 will be greater, Lee said, because of added bond interest for the Kenwood and Grandview water district bond issues assumed by the department when the area was annexed. The additional interest will be \$5,060.

Included in the capital expenditure budget are several exceptional items, Lee said.

A total of \$62,700 has been budgeted for facilities for a high level system on Barneburg Hill, including a pumping station, 300,000 gallon reservoir and overflow. Construction of the project, he said, depends on whether or not the Rogue Valley Manor retirement home is built.

Also in the capital expenditures is an item of \$12,000 for installation of cathodic protection on the Big Butte Springs pipe line number 1. The protection will not reduce the number of leaks, Lee said, but will keep the number down to about the present number. The cathodic protection will last about 10 years before replacement is necessary, he said.

Install Meters

Sufficient funds have been made available in the 1957-58 budget to install meters in all two-family residential services, Lee said. There are 308 such services.

After they are metered, there will remain about 4,300 single family residential flat rates. The 308 two-family services are presently on a special flat rate of 1 1/2 times the single family rate, Lee said. Cost of metering the services is estimated at \$16,365, including purchase of meters, improvements to services and setting meters.

The estimated balance of \$70,652.25 in the water fund on June 30, 1958, will cover long-term debt interest amounting to \$26,818.75, which will be due July 1, 1958. It also will provide sufficient funds to loan to the water sinking fund to pay bonds due until fire protection charge taxes are received after November, Lee said.



R. J. O'SULLIVAN
Distribution Chairman

O'Sullivan Named To Head Division In United Crusade

R. J. O'Sullivan, 519 North Barneburg rd., has been named chairman of the distribution division of the 1957-58 United Medford Crusade, according to R. A. Johnson, general chairman.

O'Sullivan is assistant manager of Courtesy Chevrolet and was a UMC section head last year.

Before moving to Medford in 1954, O'Sullivan was business manager of the Chevrolet dealership in Klamath Falls. He was also active in the Junior Chamber of Commerce and helped with the city budget. At the present time he is on the Laymen's council of the Sacred Heart church in Medford.

He is married and has three children.

Norm Buick, Union Oil company, has been named assistant chairman. He and O'Sullivan have enlisted services of the following men to be heads of sections in their division: Don Yokum, seed; Cliff McGinty, beverages; Dick Fanger, automotive; Harold Fly, service stations; and Dean Robertson and Mel Gokey, unclassified.

Rogue River Man Found Early Today Near Diamond Lake

Andrew Kolstead, 79, Rogue River, was found alive and in good condition about a mile from Diamond lake today, Douglas County Sheriff Ira Byrd reported.

Kolstead had been missing since Wednesday.

The elderly man was found on a forest trail by Eugene Leist and Chuck McHenry, two rangers from the Big Camas ranger station. They reported he was in "excellent" condition, Byrd said.

Kolstead had been last reported seen by a California Oregon Power Company crew about 11:30 a.m. Wednesday and search started that afternoon. About 15 men, plus bloodhounds owned by Norman Wilson of Dallas, Ore., took part in the search.

Kolstead was at Diamond lake visiting his two daughters, Mrs. Morris Tollefsrud and Mrs. Floyd Tollefsrud, caretakers at Diamond lake lodge.

Open House Slated By Reserve Units

Three armed forces reserve units in Medford will hold open house at the training center in observance of Armed Forces Day Saturday, May 18, according to City Councilman Don Hansen.

Hansen is representing the city of Medford in contacting local Reserve and National Guard units.

The Air Force Reserve will hold open house Saturday between 1 and 6 p.m. at its training center at 216 East Main st., Medford. Open house will be held Tuesday, May 14, by the Navy and Army Reserve units at the Federal building, 33 North Riverside ave., Medford.

Army and Navy equipment will be displayed Tuesday and personnel will be present to explain to those attending facets of the Reserve program. In addition to the Air Reserve open house Saturday, exhibits of Ground Observer corps, Civil and Air Patrol, and the Air Scouts will be presented.

Hansen indicated Medford National Guard units would not participate in this year's Armed Forces Day activities. The units are now moving equipment to the new \$400,000 armory, he said.

Hansen noted that President Eisenhower has requested all businessmen to display American flags near their establishments Saturday. He added there would be no Armed Forces parade in Medford this year.

Officers Planning to Attend Crime Conference

Two Jackson county law enforcement officers will leave Saturday to attend the Western States Crime conference May 13-15 at Salt Lake City, Utah.

They are Chief Deputy Sheriff Joseph Walsh and Medford Police Lt. Lyle Perkins. Detective James Mattson of the Multnomah county sheriff's office will accompany them.

Russia Resolves To Appeal To America, Britain for End To Nuclear Explosions

Moscow—(U.P.)—The Supreme Soviet resolved today to appeal directly to the American Congress and British Parliament for an immediate end to nuclear test explosions.

Will Continue Production

Foreign Minister Andrei Gromyko charged before Russia's Parliament that the western powers "consistently oppose and undermine efforts to reach agreement" on disarmament.

In a report on atomic tests, he reiterated that Russia will continue to produce nuclear weapons and guided missiles as long as there is no agreement banning them.

After Gromyko's report, his first to Parliament since succeeding Dmitri Shepilov as foreign minister, the Supreme Soviet voted its direct approach to American and British lawmakers.

Calls for Joint Committee

The resolution called for all three parliaments to organize a joint committee which would exchange opinions on the methods of outlawing tests and eventually banning use of nuclear weapons.

The Supreme Soviet earlier unanimously approved Communist party chief Nikita Khrushchev's sweeping shakeup of the

nation's industry—after adding a number of amendments.

In making his report, Gromyko spoke for 20 minutes. He discussed the London Disarmament conference and the overall negotiations on nuclear control.

First Official Answer

He offered the first official Soviet answer to recent western statements that nuclear tests should be registered because not all can be detected by outside nations.

"This contradicts the facts," Gromyko said. "The explosion has not yet occurred which remained undetected."

U.S. May Accept Partial 'Open Skies'

Washington—(U.P.)—The United States is hinting it will accept a partial "open skies" aerial inspection plan limited to Europe, Alaska and the eastern reaches of Siberia, a study of Voice of America broadcasts showed today.

One broadcast said such a plan would be "an effective first step" in preventing surprise knockout attacks in the nuclear age. It said this kind of test area could be expanded to more important areas later.

The Europe-Alaska-Siberia compromise would be the American answer to a recent Soviet proposal for getting President Eisenhower's open skies inspection plan into operation.

Rojas Pinilla Resigns

Military Junta Assumes Control Of Colombia

Wild Celebration Greets Announcement

Bogota, Colombia (By Telephone to New York) — (U.P.) — President Gustavo Rojas Pinilla resigned and turned over the Colombian government to a five man military junta amid scenes of wild celebration today.

Colombian circles in New York said they had private advice that police and soldiers in Bogota had opened fire on crowds demonstrating in Bolivar Square, the center of the City. These sources said there were some casualties.

To Call for Elections

The Junta promptly announced it would call for and preside over popular elections to choose a president for the 1958-62 period.

It was Rojas Pinilla's action in having his puppet legislature amend the constitution and elect him president for a second term in the face of popular opposition that set off the present crisis.

Popular indignation mounted rapidly, and Rojas Pinilla attempted to crush it with force. But he finally quit in the pre-dawn hours today, in the face of bank and business strikes which were paralyzing the nation's economy.

Whereabouts Unclear

The whereabouts of the deposed president was not clear. Various reports put him in the British West Indies, in Venezuela, and in Panama.

Rojas Pinilla was elected in 1954 to a term scheduled to end Aug. 7, 1958. But Wednesday night his hand-picked puppet Assembly elected him to a second term, which would have ended in 1962.

There had been violent opposition to his dictatorial moves throughout the country for more than a week, with many persons reported killed by government forces.

Church Action

Thursday, high prelates of the influential Roman Catholic Church condemned the government of Rojas Pinilla for "murder" in putting down the opposition. The government had blamed the violence on Communists.

The immediate future of the country was not clear, but a joint civilian-military government was considered a possibility.

Two County Liquor Licenses Suspended

Licenses of two Jackson county liquor outlets have been ordered suspended by the Oregon Liquor Control commission, it was learned today.

Licenses of the Veterans club, 42 North Front st., was ordered suspended for 10 days. License of the Paulsen Thrift market, Central Point, was ordered suspended for seven days.

Proprietors of the Veterans club were found to have allowed persons other than members to enjoy privilege of the club. Proprietors of the Paulsen Thrift market were found to have contributed to a political candidate or party.

Alvin Hartley, OLCC inspector for this area, said he has received no information as to when the license suspensions would go into effect. He added that he expects to be notified within the next few days.

New Postal Service Cuts Appear Certain

Washington—(U.P.)—New cuts in postal service appeared virtually certain today unless Congress restores reductions in the Post Office Department budget.

Chances of Congress restoring the reductions seemed very slim.

The Senate Appropriations Committee late Thursday ignored administration warnings of mail service cutbacks and approved a House cut of \$58 million in the postal budget for fiscal 1958.

The Senate was expected to approve the committee's action next week.

The move forecast possibly great trouble generally for President Eisenhower's record peace-time \$71,800,000,000 budget.

Some Fruit Damage Results From Hail

Considerable scratching and bruising of pears occurred in at least one fairly large orchard south of Medford as a result of hail yesterday, according to C. B. Cordy, county horticulture agent.

The county agent indicated some damage may have occurred in other smaller orchards. He said the hail damage could be considered severe on an individual basis, but not on a valley-wide basis.

State Public Welfare Budget Gets Approval

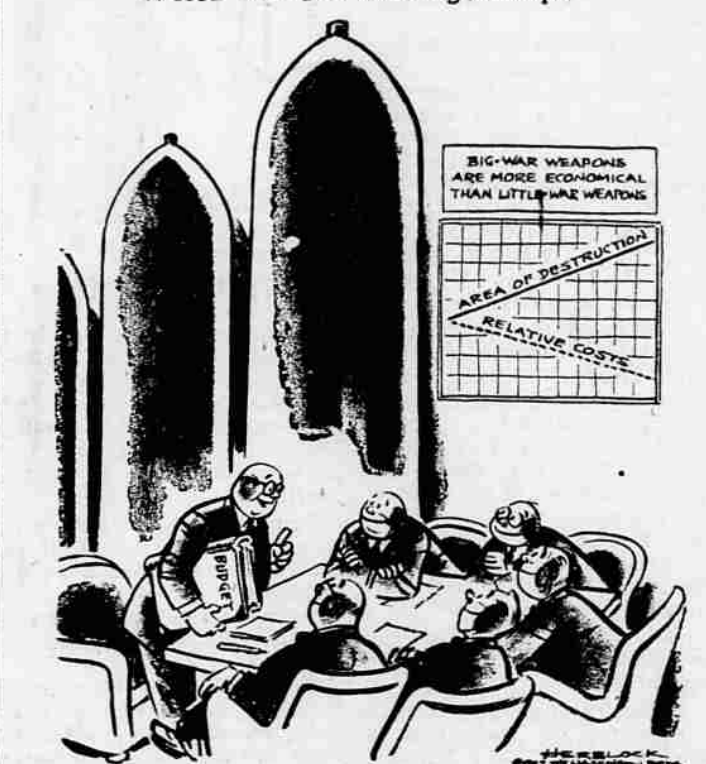
Salem—(U.P.)—A \$33,165,121 budget for the State Public Welfare Commission passed the House today and went to the Senate.

The budget was 20 per cent higher than the 1955-57 budget.

Salem—(U.P.)—Senate resolution 30 calling for a vote of the people on amending the state constitution to allow circuit judges to sit pro tem with the State Supreme Court was approved by the House 34-24.

MAIL TRIBUNE
United Press—Full Leased Wire
MEDFORD, OREGON, FRIDAY, MAY 10, 1957 No. 43

"And With The One That Can Blow Up The Entire World We Get Trading Stamps"



Employment in County Increases in Latter Part of Last Month

Employment in Jackson county increased rapidly in the second half of April as weather conditions made possible the resumption of outside work, according to John J. Patton, manager of the Medford office of the state employment service.

This seasonal increase usually occurs in March, Patton noted. Resumption of outside payrolls helped other business. Layoffs, which had occurred frequently during the previous five months, stopped almost completely, but the employment level was still below the same period a year ago, Patton said.

Relatively Scarce

With jobs relatively scarce, there were few voluntary separations from employment. Several people from out of state were looking for work in this locality. Some were interested in seasonal work, while others were looking for a new permanent location, Patton noted. Most of them were unskilled workmen and with little local demand for their services, they moved on, he said. There were some carpenters and truck drivers among the new arrivals.

Patton pointed out that many had been attracted by incorrect rumors of hiring activity on the Talent project.

Unemployment at the end of April was estimated at 1,510, including 275 women. This is down 26 per cent from March, but is about 50 per cent above the same month last year, when seasonal employment opened earlier. During the recent

OTI Gets \$2,239,000 In House Budget Vote

Salem—(U.P.)—The House today passed a budget for the State Department of Education including \$2,239,000 for administration of Oregon Technical Institute at Klamath Falls.

The institute had asked for \$4,772,000.

The appropriation still represented a 35 per cent increase over the current budget and would limit enrollment to about 1,000 students.

Salem—(U.P.)—The Oregon Senate sent back to its roads and highways committee Senate bill 362 designed to strengthen the law concerning regulation of advertising signs and structures along highways.

King Saud Anxious For Ties With West

King Saud of Saudi Arabia is "fed up" with his alliance with Egypt and anxious to forge closer ties with pro-western Iraq and Jordan, Baghdad dispatches reported today.

Saud arrives in Baghdad Saturday for a state visit with King Feisal. Persistent reports said they would be joined next week by Feisal's cousin, King Hussein of Jordan.

A fundamental change in Arab politics appeared to be in the making with Saudi Arabia possibly moving closer to the Baghdad pact.

Egyptian reports said President Gamel Abdel Nasser of western Jordan also may go to Baghdad for talks with the Arab monarchs.

Medford Man Receives Suspended Sentence

Horace F. Knight, 44, of 452 Fairmont st., Medford, was given a suspended three-year sentence in circuit court Wednesday after pleading guilty to a charge of burglary not in a dwelling.

The fact that the sentence was suspended was erroneously omitted from a story in Thursday's issue of the Mail Tribune.

Big Navy Seaplane Crash-Lands in SF Bay

Hayward, Calif.—(U.P.)—One of the Navy's largest seaplanes, a four-engined Convaair Trade-winds, crashed landed today in the mud flats a half mile off Hayward in San Francisco Bay and all 16 persons aboard escaped with nothing more than bumps and bruises.

Washington—(U.P.)—The Agriculture Department estimated 703,208,000 bushels of winter wheat will be harvested this year.

Weather

FORECAST: Continued mild and generally cloudy through Saturday with afternoon and evening showers. Low to 44. High Friday 72.

Highest Yesterday 72
Lowest this Morning 50
Prec. to 4:30 a.m. Today .01

Our Skies Tonight

Sunrise 4:55 a.m.
Sunset 7:21 p.m.
Moonset Saturday 4:23 a.m.
Full Moon Monday
Mars sets tonight at 10:20 p.m.
The two bright stars well above it are Castor and Pollux (the Twins) and well above them, in the north, is the Big Dipper.

Soil Bank Funds Account for Most Of \$272,556,860

Ike May Not Be Able To Check Economists

Washington—(U.P.)—The House Appropriations Committee sank its economy ax into the usually immune farm program today, chopping \$272,556,860 from President Eisenhower's money requests.

Most of the saving was achieved by reducing soil bank funds which farmers receive for cutting back plantings.

The committee said city folks consider the program to be a scheme for "giving farmers something for nothing" and recommended that the soil bank fund be cut back further next year.

Drive Rolling Along

The action came as the economy drive already was rolling along so furiously as to raise considerable doubt whether President Eisenhower's personal intervention would be enough to stop it.

But Eisenhower was set to try. The White House was busy arranging for two nationwide TV-radio speeches within the next two weeks for the President to defend his record peace-time spending budget in general and his foreign aid program in particular.

Usually Increase Budget

The House committee voted to send to the floor for debate next week a \$3,692,889,757 money bill to operate the Agriculture Department and some of its programs in the 12 months starting July 1.

Included was \$2,083,000,000 to pick up the tab for price support and other losses during the past year.

The cut of more than \$272 million in administration requests was in addition to a \$254 million soil bank reduction the administration already had made in revising its original farm budget estimates.

Would Be First Cut

If the reductions win House and Senate approval, it would be the first time since Eisenhower took office that his farm budget was cut. In the past four years, Congress has wound up voting more farm funds than the administration requested.

The committee action raised the possibility that total farm program spending in the next fiscal year, including separately financed price support funds, may be reduced about \$500 million below the administration's original \$5,300,000,000 estimate.

Council Invites Berrydale District Residents to Annex Election on Proposal Is Scheduled May 22

The Medford city council last night invited residents in the Berrydale area to annex to the city of Medford.

Action on the matter followed a public hearing in which no Medford residents voiced opinions either for or against the annexation proposal. Berrydale residents will vote on the proposal May 22.

Whether the city would assume bonded indebtedness of the Midway and Elk City water districts if Berrydale is annexed will be considered at the council's May 16 meeting. Seventy per cent of Midway and 40 per cent of Elk City are involved in the Berrydale annexation area.

Bonded indebtedness of the Midway district is \$74,000 and the Elk City district \$187,000.

Recommendation by Board

Robert Lee, water superintendent, said the water board has recommended that the city not assume the indebtedness of the portions involved.

City Manager Robert Duff said estimated expenditures and revenue in the Berrydale area would "just about balance," should the district be annexed.

Estimated expenses in the area would be about \$40,000 and about \$6,100 to the water department, city officials said, with revenue estimated at \$46,675.

The additional cost to the water department could be absorbed without water rate increases, Lee noted, and Duff said there would be no immediate increase in city taxes as a result of the annexation.

Population of the district proposed for annexation is estimated at about 1,250.

Last November residents of a larger area in the Berrydale vicinity defeated an annexation proposal. Since that time, boundaries have been revised to include a smaller area.

Lightning Strikes Disrupt Power Here

Three lightning strikes on California Oregon Power company transmission lines Thursday evening disrupted power in some areas for as long as two hours, company officials said this morning.

One strike on the transmission line between Medford and Phoenix about 6 p.m. put parts of the 66,000-volt line out of service for periods up to two hours. Another strike near the fairgrounds blew out a fuse in a substation darkening the southeast and southwest sections of Medford for about 30 minutes.

The third strike north of Medford near Crater Tractor company, disrupted service in that area.

Officials reported that fuses in some individual transformers in other parts of Medford also were blown during the electrical storm for other power failures during the evening.

Massachusetts Fires Still Out of Control

Boston—(U.P.)—At least five major forest fires continued to rage uncontrolled through Massachusetts today, destroying private property and forcing the evacuation of more than 300 persons.

Other serious forest and brush fires were reported raging in the dry timberlands of Maine, New Hampshire, Connecticut, and Vermont.

The worst Massachusetts blaze, near Plymouth, was temporarily contained Thursday night, but sprang up again in a dozen places as fresh morning winds fanned the flames to life. About four homes were reported destroyed.

Modesto Man Waives Preliminary Hearing

Claude Julian Adams, 19, Modesto, Calif., waived preliminary hearing and was bound over to the grand jury in district court today to face charges of obtaining money by false pretenses.

Adams was arraigned in district court on Thursday and waived counsel.

Committee Told Beck Made Profit on Mortgage Sales

Washington—(U.P.)—Teamsters Union President Dave Beck and an associate made \$11,585 profit from selling their own mortgages to the widow of Beck's best friend, the Senate Labor Rackets committee said today.

Beck was trustee of the widow's fund to which he sold the mortgages, the committee said.

Deal Described

Donal Hedlund, Seattle mortgage banker, who shared the profit with Beck, said under questioning that the deal went like this:

Beck as trustee of Teamsters Union funds put up money for Beck and Hedlund as individuals to buy some 30 home mortgages with a face value of \$71,607 on May 29, 1956. They bought the mortgages at a discount, however.

The home owners made payments on the mortgages so they were worth only \$67,137 by last December, the committee said.

But Beck also was trustee of the Raymond Leheny memorial fund of about \$80,000, which the union had raised for the widow of Beck's best friend. In that capacity, he sold to the memorial fund the mortgages which he and Hedlund held.

Invested Millions

Hedlund had testified earlier that Beck invested millions of dollars in union funds and profited from brokerage fees which were "kicked back" to him.

Hedlund said the sale to the memorial fund—in other words, to Mrs. Leheny—was paid at the full face value of the mortgages, yielding him and Beck a profit of \$11,585.04.

Then Beck as union president was told that the mortgages had been disposed of, and gave himself a check for \$61,137.