



WINNING FLOAT—Not only did the float entered by the Veterans' Administration Domiciliary win first prize in the Christmas parade Saturday, but it was by far the most popular with the children, who scrambled for candy being thrown into the crowd by Santa and his helper. In the picture above, one boy,

lower right, dives headlong onto the pavement after a piece of candy. The weather for the parade was bright and sunny and several thousand spectators, mostly children, were on hand to watch. Last year the parade was held at night in a "pea-soup" fog.



WATCH PARADE—Santa Claus was the main attraction for children in the Christmas parade sponsored by the Medford Junior Chamber of Commerce Saturday afternoon and the little girl in the picture above smiles and holds tightly to her bag of popcorn as Santa waves back at her. The annual parade was held in conjunction with the Retail Merchants association's formal opening of the Christmas shopping season. Awards for winning floats will be presented at ceremonies broadcast over KBST-TV at 4:30 p.m. Tuesday, according to Al Carpenter, parade chairman.

Attendance Hits 3500 At Safety Fair Here

The Southern Oregon Safety Fair exceeded all expectations when it closed its doors Saturday night. Total attendance was estimated at 3,500 people, according to the fair officials.

"This proves that the safety fair concept is a valuable tool in talking public safety," Myron Terpening, Grants Pass, chairman, said. "It probably will be inaugurated in other areas of the state and nation."

piece of their exhibit. A large weather balloon was one of the articles exhibited by the weather bureau Saturday.

The pole-top resuscitation put on by personnel of the California Oregon Power company was a crowd pleaser, also.

The smoke jumpers from the forest service featured a huge parachute suspended from the armory ceiling as the center

DeMarrs Gets Fine In License Case

Ray DeMarrs, owner of Ray's Barber Shop, 139 North Central ave., was fined \$13.50, the amount of his city business license fee, this morning in municipal court by Judge Noreen Kelly after he was found guilty of conducting a business without a license.

The fine was suspended on the condition DeMarrs purchase his license, which he did, immediately, according to Darrell Huson, city treasurer. Two other Medford businessmen, charged with conducting a business without a license, also paid their fees under protest.

Richard G. Shafer, owner of the Shafer Electric shop, 142 North Front st., and M. J. Olsen, owner of the Tic-Toc Time shop, 34 North Bartlett st., had their fines suspended when they purchased licenses for \$13.50 and \$10.

DeMarrs presented a new petition to the court this morning which Judge Kelly said contains additional facts. She said she would rule on the new evidence at the Municipal court session Wednesday morning.

DeMarrs presented a new petition to the court this morning which Judge Kelly said contains additional facts. She said she would rule on the new evidence at the Municipal court session Wednesday morning.

DeMarrs presented a new petition to the court this morning which Judge Kelly said contains additional facts. She said she would rule on the new evidence at the Municipal court session Wednesday morning.

DeMarrs presented a new petition to the court this morning which Judge Kelly said contains additional facts. She said she would rule on the new evidence at the Municipal court session Wednesday morning.

DeMarrs presented a new petition to the court this morning which Judge Kelly said contains additional facts. She said she would rule on the new evidence at the Municipal court session Wednesday morning.

DeMarrs presented a new petition to the court this morning which Judge Kelly said contains additional facts. She said she would rule on the new evidence at the Municipal court session Wednesday morning.

Eight Persons Are Killed on Oregon Roads on Week End

Car-Truck Accidents Are Fatal to Three

By UNITED PRESS

Eight persons died on Oregon highways over the week end, three of them in car-truck collisions.

Robert Clifford Nesholm, 26, Eugene, was killed early Sunday when his car collided with a freight truck on the Pacific highway six miles south of Cottage Grove. Police said Nesholm had apparently gone to sleep at the wheel.

In two other Sunday deaths, Maynard Henry McCormack, 46-year-old Roseburg resident, was killed when his car struck a telephone pole after it careened off a rural road near Roseburg, and Rutherford Beer, 50, Portland, died when his car went off the Lower Columbia river highway and over a road bank.

Fisherman Killed
An Astoria fisherman, John Kustura, was killed Saturday when his auto plunged off the end of a fishing dock at the foot of 37th street in Astoria.

A trip to gather bottles along the Mt. Hood loop highway Saturday afternoon was fatal to five-year-old Stephen Ivey, son of Mr. and Mrs. L. L. Ivey of Brightwood. The boy was struck and killed when he apparently ran in front of a car driven by Jules A. Vuulsteke, 39, of Cornelius. A third Saturday victim was an 18-year-old Butte Falls boy, William J. Dunlap, who died in a car-truck crash on highway 238 near Jacksonville.

Other week end victims were Mrs. Erma Wickersham, 46, and James H. Burkhard, 48, both of Portland. They were killed when the Wickersham car, a 1956 Cadillac, collided with a truck Friday night nine miles west of The Dalles on highway 30. Burkhard had been a passenger in the truck.

Under the tax schedule passed by the legislature, there will be about a \$31,000,000 surplus. The bill was a compromise measure between Democrats and Republicans.

Republicans wanted a 30 per cent tax reduction, halting collection of \$57,000,000, and leaving a \$13,000,000 surplus. Democrats were seeking a reduction of 10 per cent, saving taxpayers \$20,000,000 in two years, and leaving a surplus of \$50,000,000 for the 1959 legislature.

EARTHQUAKE IN PORTLAND
Portland — A slight earthquake, but the strongest to hit Oregon in four years, rumbled through the Willamette valley Saturday night and seismograph readings at Oregon State college and the University of Washington indicated the tremor had a Mercalli scale intensity of 4 or 5.

No damage and no injuries were reported.

Philippine Sea Returns to Port With Bodies of 19 Crash Victims, Wreckage

Long Beach, Calif. — The aircraft carrier Philippine Sea returned to its dock today with a grisly cargo of charred wreckage and 19 bodies, all that was found after a proud luxury liner crashed into the sea Nov. 8.

Civil Aeronautics Board examiners hoped that the 14 car-tons of debris, a bag of mail and the remains of the 19 persons would give them some clue as to what happened aboard the Pan American Strato-Cruiser.

Aboard the San Francisco to Honolulu bound plane were 36 passengers and a crew of eight.

Rear Adm. Thomas Ahroon, commander of Carrier Division 17, told newsmen who met the carrier:

"I don't believe there are any survivors. We searched

52nd Year

MEDFORD

United Press — Full Leased Wire

18 PAGES

MEDFORD, OREGON

WEDNESDAY, NOVEMBER 18, 1957

United Press — Full Leased Wire

No. 179

New Tax Reduction Law Retroactive to First of the Year

Taxpayers to Feel Decreases in April

Salem — The new tax reductions put into effect by the special legislative session that ended here Friday are on 1957 income.

While the law embodying the tax reduction does not go into effect until 90 days after the end of the special session, it is retroactive to the first of the year.

That means most taxpayers will feel decreases ranging from 25 per cent in the lowest bracket to about 17 per cent in the top bracket on returns filed in April 1958.

Dick Eymann, executive secretary of the State Tax commission, said work had already begun on changing of forms, rate tables and instructions to taxpayers.

Withholding Schedules
New withholding schedules will go into effect Jan. 1, 1958, Eymann said.

The loss carry-forward provision of the new tax law will be for any loss incurred after Jan. 1, 1957. But the first benefits from this will not show up until 1958—that is on returns filed in April, 1959.

Accelerated depreciation will be applicable to any equipment purchased after Jan. 1, 1957. So it can be used on returns filed next April.

Eymann said the taxpayers will be able to make a choice between using accelerated depreciation or other federal provision written into the law.

The double tax credit of \$12 per person over 65 is effective as of Jan. 1, 1957.

Preliminary Work
Preliminary work on new tax forms will take about 10 days, Eymann said. The forms will then have to be printed and distributed.

New tax rates run from 3 per cent on the first \$500 of taxable income to 9.5 per cent on all income over \$8,000.

Current rates are 4 per cent on the first \$500 and 11.6 per cent on all income over \$8,000.

Loss carry-forward and accelerated depreciation are applicable both to individuals and corporations.

Session Adjourns
The special session adjourned at 7:14 p.m. Friday after 19 days. The income tax reduction will halt collection of about \$37,000,000. The session was called when officials estimated there would be a \$74,000,000 general fund surplus by June, 1959.

Under the tax schedule passed by the legislature, there will be about a \$31,000,000 surplus. The bill was a compromise measure between Democrats and Republicans.

Republicans wanted a 30 per cent tax reduction, halting collection of \$57,000,000, and leaving a \$13,000,000 surplus. Democrats were seeking a reduction of 10 per cent, saving taxpayers \$20,000,000 in two years, and leaving a surplus of \$50,000,000 for the 1959 legislature.

EARTHQUAKE IN PORTLAND
Portland — A slight earthquake, but the strongest to hit Oregon in four years, rumbled through the Willamette valley Saturday night and seismograph readings at Oregon State college and the University of Washington indicated the tremor had a Mercalli scale intensity of 4 or 5.

No damage and no injuries were reported.

Philippine Sea Returns to Port With Bodies of 19 Crash Victims, Wreckage

Long Beach, Calif. — The aircraft carrier Philippine Sea returned to its dock today with a grisly cargo of charred wreckage and 19 bodies, all that was found after a proud luxury liner crashed into the sea Nov. 8.

Civil Aeronautics Board examiners hoped that the 14 car-tons of debris, a bag of mail and the remains of the 19 persons would give them some clue as to what happened aboard the Pan American Strato-Cruiser.

Aboard the San Francisco to Honolulu bound plane were 36 passengers and a crew of eight.

Rear Adm. Thomas Ahroon, commander of Carrier Division 17, told newsmen who met the carrier:

DLAI CONFER; PINEAU MEETING SLATED

Foreign Minister, Secretary of State To Confer Tuesday

Says Arms Did Not Head Off Red Supply

New York — French Foreign Minister Christian Pineau said today that Anglo-American shipments of arms to Tunisia did not head off possible arms deliveries from Moscow to that North African country. Instead, he said, they only succeeded in greatly angering French public opinion.

Pineau made his statement shortly after arriving here by plane from Paris on his way to Washington and talks with Secretary of State John Foster Dulles.

The United States and Britain decided last week to supply small arms and ammunition to Tunisia, a former French protectorate.

Pineau in effect denied a statement made by Sen. Henry Jackson (D-Wash.) who said the Anglo-American arms move was necessary to counteract a potential Soviet supply of arms.

Assurances From Moscow
Pineau said he had been assured by Moscow that it did not plan to send weapons to Tunisia.

He also asserted that Tunisian President Habib Bourguiba does not desire arms from the Soviets.

Pineau will see Dulles in Washington Tuesday afternoon. He will prepare for the meeting by talking in New York today with United Nations Secretary General Dag Hammarskjöld and French Ambassador Herve Alphand.

Won't Soothe French
Before leaving Paris Pineau admitted that no matter how well his talks with Dulles turn out they will not soothe the anger of the French people over U.S. and British arms shipments to Tunisia.

Feeling run so high in France that riot squads guarded the U.S. and British embassies over the week end. Rightwingers had threatened to demonstrate but there were no incidents.

Pineau was geared to ask the United States for full support for France's position in North Africa, particularly in Algeria.

The French view was that if the United States fully backed France in the forthcoming United Nations debate on Algeria, much of the furor stirred up by the Tunisian arms shipments would be quieted.

Motorists Confused Over Traffic Light

Medford police reported Monday morning that motorists were confused over the new traffic signal installed at Main st. and Keeneway dr. as a school crossing site.

The signal is of the push-button type and is in operation 24 hours per day, according to Vernon Thorpe, director of public works. Thorpe said, under normal operation, the light facing Main st. is a flashing amber and should be treated by motorists like any other caution light.

A wrecker failed to pull the truck out of the house and soft ground. A passing logging truck driver hitched his truck to the damaged truck and pulled it out, police said.

WEATHER
FORECAST — Cloudy with occasional light rain through Tuesday. Poor visibility due to smoke and fog. Low to night 38. High Tuesday 46.

Our Skies Tonight
Sunrise 7:06 a.m.
Sunset 4:47 p.m.
The Moon rises 4:45 a.m.
Above it are the planet, Jupiter, and the star, Spica, Jupiter, on the left, is now nearly ten times as bright as Spica and is slowly growing brighter.



All Interested Groups Asked To Basin Meet

Any interested individuals or organizations are invited to attend the public hearing to be held here Dec. 11 on the Rogue River basin development, according to Bill Jess, Eagle Point, chairman of the Jackson county water resources committee.

The hearing, scheduled for 9 a.m. in the Jackson county courthouse, may run into a night session, Jess said. Members of the Jackson and Josephine counties water resources committees are expected to present plans to the state water resources board for development of the Rogue River basin's water resources at that time, he said.

A second such hearing is scheduled for the Curry county courthouse in Gold Beach on Dec. 13, at 9 a.m.

Those expected to attend from the state water resources board

are L. C. Binford, Portland, chairman; Vincent A. Ostrom, Eugene, vice chairman; LaSelle Coles, Prineville; John B. Davis, Stayton; Robert H. Foley, Bend; Ben R. Little, Corvallis, and Robert W. Root, Medford, all board members.

"The hearings will be held to hear local views as to the future uses of the unappropriated waters of the Rogue river and to assist the board in its recommendations to the state legislature," Binford stated in a news release. "At the present time the law restricts appropriations in the Rogue river below a point six miles south of Trail, to domestic stock, municipal and irrigation uses."

The chairman stated also that the hearing will be helpful to the board in arriving at methods of conserving and augmenting the water resources of the Rogue River basin. It also will assist the board in determining existing and future needs and uses of water for all beneficial purposes. Following the hearing the board will formulate the water use program for recommendation to the legislature, he said.

Further information regarding the hearings can be secured from Don Lane, secretary of the state water resources board, 270 Finance building, Salem.

Truck Rips Into Ashland Residence

Ashland — An entire corner of a house in Ashland was torn off this morning when a brakeless logging truck driven by Jason Ward, 456 Euclid st., Ashland, rammed into it. No one was reported injured.

Ashland police estimated the damage to both house and truck as considerable. One room of the residence of Mrs. Elsie Doyle, 647 Siskiyou blvd., was "completely torn up," city police said. A wheel of the empty diesel truck had to be replaced before it could be pulled out by another logging truck, they added.

Fortunately, Mrs. Doyle had just stepped out of the room before the truck smashed into the house, police said. Her children had gone to school.

Ward told police his brakes went out as the truck started down Harrison st. The truck careened down Harrison st. and crossed Iowa st., then down to Siskiyou blvd. Ward told officers he was unable to turn the truck. He had to choose between the Doyle house and a school-bus filled with children parked on the boulevard, police said.

A wrecker failed to pull the truck out of the house and soft ground. A passing logging truck driver hitched his truck to the damaged truck and pulled it out, police said.

WEATHER
FORECAST — Cloudy with occasional light rain through Tuesday. Poor visibility due to smoke and fog. Low to night 38. High Tuesday 46.

Our Skies Tonight
Sunrise 7:06 a.m.
Sunset 4:47 p.m.
The Moon rises 4:45 a.m.
Above it are the planet, Jupiter, and the star, Spica, Jupiter, on the left, is now nearly ten times as bright as Spica and is slowly growing brighter.

Fighter planes and helicopters of the 35,000-ton Philippine Sea helped other search units until the operation was abandoned last Friday when all hope was gone that any one could have survived the crash.

Stevenson Called For Consultation In Bipartisan Plan

Refuses to Say If He Has Proposals

Washington — Secretary of State John Foster Dulles laid before Adlai E. Stevenson today the administration's ideas for strengthening the West's defenses in the face of Russia's missile advances.

Dulles called in the two-time Democratic presidential candidate for consultation as part of a bipartisan approach to the question of how to bolster the North Atlantic Treaty Organization.

Stevenson told newsmen as he entered the State department that he will try to be "helpful to the extent that I can agree" with Dulles' plans.

Refuses to Say
He refused to say whether he had any specific proposals of his own. But he said on his arrival in Washington Sunday that "simply a great effort in scientific and research and missile development is not a sufficient response to the challenge which is now apparent."

He said he would like to help bring about not only a closer military alliance but a "closer political association through NATO" and to help "rebuild mutual confidence between the United States and our allies."

White House Conference
President Eisenhower also has invited Stevenson to confer with him before the mid-December NATO "summit" meeting. The former Illinois governor said he had no idea just when that White House conference will take place.

The administration was understood to be considering several moves to convert West Europe's defenses to the age of nuclear rockets. Among them were:

—A possible bid by Eisenhower at the Paris meeting for permission to base U.S. 1,500-mile range missiles at NATO bases ringing Russia. Defense Secretary Neil H. McElroy said last week that the U.S., recognizing Russia's lead in 5,000-mile intercontinental missiles, would place emphasis on the shorter-range intermediate missiles, utilizing bases closer to Russia.

—Providing more information on atomic weapons development techniques to the NATO allies, and working toward a general pooling of all types of scientific information among the allies.

—An agreement with NATO nations for storing atomic warheads and bombs under U.S. control in western Europe and their quick release to the allies in event of war.

Road Conditions
Highway 230 (Diamond Lake highway) — Chains required; 3 inches new snow, eight inches of roadsides.

Highway 66 — Hayden mountain, 5 inches of snow, carry chains.

Siskiyou — 6 inches packed snow; carry chains.

Tornadoes Sweep Through South Killing Five Sunday

Jasper, Ala. — Tornadoes swept through several communities in Alabama and Mississippi Sunday, killing at least five persons and demolishing a number of buildings.

The storm line along which the twisters were spawned moved early today into sections of north Georgia and lower Tennessee, carrying heavy thunderstorms and danger of flash flooding.

The Memphis weather bureau also warned of "possibilities of tornadoes and severe thunderstorms in extreme northwest Texas, extreme northwest Louisiana, and Arkansas except for northeast and southeast portions" early today.

The bureau at Knoxville, Tenn., said small rivers in the east part of Tennessee could

rise abruptly because of torrential rain.

Three persons were killed in a rural community four miles northeast of Jasper Sunday afternoon and five others were hospitalized. Officials said several homes and barns were demolished by the twister.

Another tornado struck in a rural settlement six miles northwest of Macon, Miss., killing an elderly couple and destroying their home.

State Rep. C. T. Crabtree told of escaping in an automobile, along with his brother, minutes before the same twister ripped into his home, about 1½ miles away.

The storm near Jasper was one of at least five reported in north Alabama and the highway patrol reported one other injury.

Medford Stores Will Be Open Until 9 o'clock Tonight