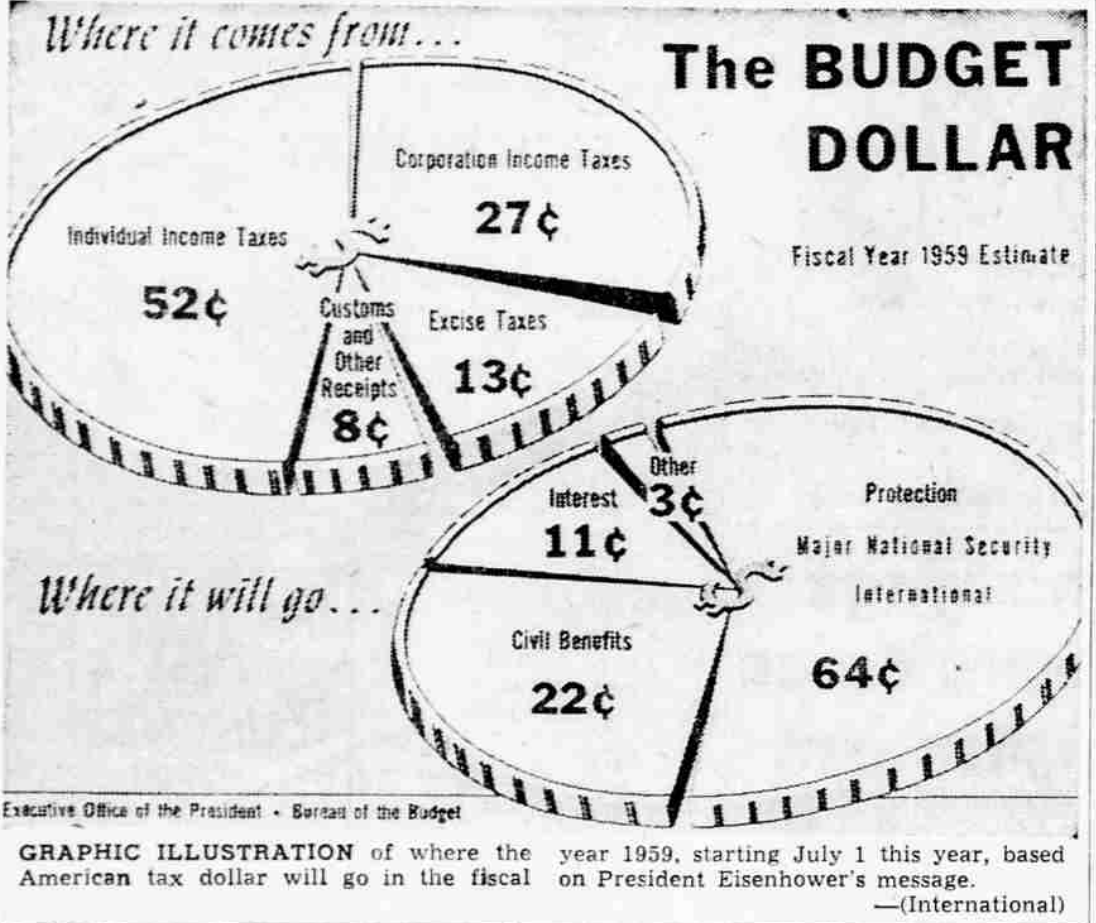


CONGRESS GETS RECORD BUDGET



Annual Meeting Planned Friday For Fruit League

Main speaker at the 44th annual meeting of the Jackson County Fruit Growers League Friday will be Raymond Reter, owner manager of the Reter Fruit company in Medford, and president of the International Apple association.

The meeting starts at 1:30 p.m. Friday in the Medford YMCA assembly hall, according to Fred Morlan, secretary.

A report will be given also on league accomplishments for the year, and a report on new developments in horticultural research. During the business session six directors and the officers for the coming year will be elected.

Present officers are Martin Luther, Jr., league president; Lyle Kinney, first vice-president; Ron James, second vice-president, and Fred Morlan, secretary-treasurer. Members of the 18-man board of directors whose terms of office expire this year are W. G. Beard, Robert Norris, Orville Hamilton, Cecil Clements, Martin Luther Jr., and Ron James. Directors are elected for three year terms.

All fruit growers and their wives have been invited to attend, according to Luther.

The fruit growers group was formed at a meeting of farmers and growers held in May, 1914. It was then known as the Farmers and Fruit Growers League of Jackson County. The name was changed to the present one in 1916. Articles of incorporation were filed in January, 1932 denoting the purpose of "promoting and protecting the interests of fruit growers in Jackson county."

Several hundred growers, their wives, extension specialists, horticulturists and other fruit industry representatives are expected to attend.

Ike's Proposal To Russia Includes Ban On Space Weapons

Washington — The Senate disarmament chairman today hailed President Eisenhower's proposal to Russia for a prompt ban on testing and production of space weapons.

The new U.S. proposal was made in the President's letter to Soviet Premier Nikolai Bulganin Sunday. The President also left the door open for a "summit" meeting with Russia if preliminary talks indicate such a conference might produce results.

Sound Proposal

Sen. Hubert H. Humphrey (D-Minn.) told the United Press the Chief Executive's space ban plan represents a "broadened dimension" of previous American disarmament proposals "and a sound one, too."

Humphrey, chairman of the Senate foreign relations subcommittee on disarmament, said he was "not surprised" that Eisenhower's reply to Bulganin was "more positive than expected."

Declaring he "always believed the President to be a man of peace," the Senator said he hoped "the same spirit will permeate the State Department and the secretary (Secretary of State John Foster Dulles)."

The President, in a surprise offer in his letter to Bulganin, proposed "that we agree that outer space should be used only for peaceful purposes."

Noting that both Russia and this country now are using space to test military missiles, he said:

"The time to stop is now. Recalling this country's fruitless offer 10 years ago to internationalize all atomic arms, the President told Bulganin the world now faces "another choice perhaps even more momentous . . ."

"Will Increase Capacity

"There are about to be perfected and produced powerful new weapons which, availing of outer space, will greatly increase the capacity of the human race to destroy itself," the President said.

"Can we not stop the production of such weapons which would use or, more accurately, misuse, outer space, now for the first time opening up as a field for man's exploration? Should not outer space be dedicated to the peaceful uses of mankind and denied to the purposes of war?"

"That is my proposal."

Informed sources said the President envisages a ban on both production and testing of long-range ballistic missiles and future space weapons, but only if guaranteed inspection procedures are agreed on to prevent violations.

Truman Speaks Out Against Eisenhower

New York — Former President Truman appeared today to have closed the door to his possible participation in a White House conference on foreign policy by making a particularly derogatory attack on President Eisenhower.

Truman, who is in New York for a series of speaking engagements, said Sunday that he would "have to find out what the program is" before he would accept an invitation to join other Democratic and Republican leaders in the conference being planned under the chairmanship of Eric Johnston.

Truman told reporters Sunday he thought Eisenhower was neither "a good policy maker" nor "a good budget maker." He conceded that the President has been "a great military commander in Europe and in NATO when he had some one to tell him what to do."

"Who told him what to do?" Truman was asked.

"The commander in chief," he replied.

"You were the commander in chief, weren't you?" he was asked.

"Yes," Truman said.

New Appropriation Passed By Court

No opposition was voiced at the public hearing this morning to a \$14,500 supplemental budget appropriation for the Jackson county juvenile detention home.

The hearing was conducted by the county budget committee and the members of the Jackson county court, who immediately ordered transfer of funds from the county emergency fund.

The hearing, which lasted approximately seven minutes, was attended by six persons in addition to members of the budget committee and county court.

The expenditure will be used to finance the purchase of such fixtures as beds, the fence around the maximum security unit, draperies, chairs and window blinds and other inside equipment.

The supplemental budget committee hearing was called by the county court on the written advice of the district attorney when a question arose as to the legality of paying for these purchases from the county emergency fund.

Morse Says Budget Against Northwest

Washington — Sen. Wayne Morse (D-Ore.) told the Senate today the new budget "continues the administration's vendetta against comprehensive resource development in the Pacific Northwest."

He said the amount requested for the John Day dam was "a fraction of what is required."

Morse promised to make the administration's national resources policy an issue in the 1958 and 1960 campaigns. He said the administration has "sold out the heritage of future generations of Americans."

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Auto Workers To Demand Share Of Company Profits

General Increase In Wages Included

Detroit — The United Auto Workers International Executive Board announced today it will demand a share of profits instead of a shorter work week from auto companies this year.

The board said its profit sharing program would split up profits above 10 per cent on net capital among company executives, stockholders, salaried and hourly workers and consumers.

General Wage Boost

In addition, the bargaining program the board will recommend to the union's special 1958 contract convention here Jan. 22-24 will include a general wage increase and a demand that the supplemental unemployment benefit plan be extended to a full year.

The board said its previously announced goal of a four-day work week was dropped in favor of the profit sharing plan because of the general economic recession and the "need for increased consumer buying power."

Under the profit sharing plan, executives and stockholders would get one-half of the profits in excess of 10 per cent on investments, salaried and hourly rated workers would get one-fourth and consumers would get one-fourth in the form of a rebate on purchases.

The board also recommended that the 19 cents an hour cost of living allowance currently paid to most auto workers be written into the basic wage rate.

Here's how the profit sharing plan would work in a hypothetical case:

10 Per Cent Deduction

If a company's net capital investment is \$200 million dollars and its profits before taxes are \$50 million, the company would deduct 10 per cent of the investment, or \$20 million from the profits to leave \$30 million in excess profits.

Half of the \$30 million would go to the company for executive bonuses and stockholders; one fourth would go to wage and salaried employees, excluding executives eligible to participate in the executive bonus plan, and the remaining one fourth would go to consumers as rebates on cars they bought during the year.

Hollywood — Actress Debra Paget, 24, announced she will marry singer-actor David Street Tuesday at her mother's home.

\$1,000,000 In Budget For Talent Project Job

By A. ROBERT SMITH
Mail Tribune Correspondent

Washington — The new federal budget presented to Congress today by President Eisenhower, while pared down for many civilian functions, contained increased amounts for continuing construction on the Talent division of the Rogue River basin irrigation project.

It called for \$9,500,000, compared with \$6,189,510 in the current year's budget.

Work Itemized

The \$9,500,000 is to provide for completion of the Howard Prairie dam and its reservoir and access roads, the Keene Creek dam and reservoir, Howard Prairie delivery canal, Green Springs power plant and its related conduit, surge tank, penstock and power switchyard.

Work will also go forward in Emigrant dam, and a limited amount of work will continue on collection canals in the storage area and on the sublaterals in the irrigation area, according to the Bureau of Reclamation.

Additional funds are expected to be transferred to the National Park Service for providing recreational facilities at Howard Prairie reservoir.

To Award Contracts

The Bureau anticipated that field data for future work will continue to be collected. Contracts will be awarded for construction of the Ashland dam, first section of Ashland lateral, and for operator's facilities at Howard Prairie dam.

Next year's program on the Talent division will also allow for construction of dikes and relocation of existing improvements in Emigrant reservoir area to proceed concurrently with construction of the dam. Work will also proceed on the Daley Creek and South Fork collection canals.

Rogue Project Work Due

The Bureau of Reclamation also expects this coming fiscal year to complete its general investigation of the Merlin division of the Rogue basin project. The budget contains \$528,200 for general investigations of this and other irrigation projects proposed to be constructed in Oregon. Under this program it will initiate its investigation of the Evans Valley division of the Rogue basin project.

The budget also contains funds for planned improvements in Crater Lake National park estimated to cost \$148,500.

The separate improvements for roads and trails were itemized as follows:

Construct parking area and reconstruct intersection in Annie Spring area, \$15,000; restore walks and walls in Rim area, \$18,000; reconstruct trail from Rim to Lake shore, \$30,000; pave utility area at headquarters, \$25,900.

Improvements Listed

Improvements in buildings and utilities were listed as follows:

Mazama campground development at Annie Spring, \$19,000; reconstruct camp ground in Rim area, \$19,900; Munson Spring development, headquarters, \$13,200; picnic site development in the park generally, \$7,500.

The budget listed a slight reduction in funds for O&C timber access roads, but this was due to reduced timber receipts in past months. The amount budgeted is \$4,435,000, compared with \$5,480,000 this year.



PLANT TREES—Wielding shovels and braving a noon-day rain, about 30 residents of a two-block section of O'Gara st., Medford, planted 17 flowering cherry trees as their part in the city-wide tree planting program now underway. In the picture above, Mr. and Mrs. A. G. Cummings tamp dirt around the roots of their tree while Mrs. Bernard Deffley and Mrs. Homer Young, who organized the mass-planting project in the area, look on. The trees, chosen for the particular neighborhood because of their size and shape, were planted between the curb and sidewalk line according to specifications laid out by city engineers. A city ordinance adopted last February set up the formal tree planting program, which is being carried on under supervision of the city planning commission.

March of Dimes Campaign in Full Swing Through County

The March of Dimes campaign to raise funds to fight polio are now in full swing in Jackson county, according to Curt Butterfield, county chairman.

Butterfield said several projects are either being planned or under way in various sections of the county. He also said the Teens-Against-Polio committees, composed of high school students in schools of the county, "are doing a fine job" with a number of projects being carried out.

The following community chairmen have been appointed by Butterfield: Wendell Stalker, Shady Cove; Wendell Panter, Central Point; Mrs. John Crabb, Jacksonville; Don Gerren, Central Point; John Hart-

Hearing Slated On Changing Zone

A hearing for a change of zone in the property located south of the intersection of Crater Lake highway and east of Bidde rd., will be continued at the Medford planning commission meeting today, starting at 7:30 p.m. in the city council chambers.

The proposed zone change would be from class 1A, single family, to class V, light industrial. Also on the planning commission's agenda is a proposal for widening Elk st.

A planning consultant from the Bureau of Municipal Research and Service, Eugene, will be at the meeting according to officials.

Weather Company Gets State License

The Water Resources Development corporation of Denver, Colo., has announced it holds a state license to regulate weather between April 1, and Oct. 15, 1958, in the Rogue Valley area.

The corporation has contracted with the Medford Pear Shippers association to prevent loss or damage by hail to horticultural and agriculture crops in the Rogue valley.

The corporation operates ground-based silver iodide generators located in Jackson, Josephine, Curry, Douglas, Klamath and Coos counties in Oregon and in Siskiyou and Del Norte counties in California.

When first established in 1956, the program was one of the first in Oregon. Similar programs are now in operation in California.

Third Launching Base For Missiles Disclosed

Washington — Defense Secretary Neil H. McElroy today disclosed plans to build a third base for launching 5,000-mile intercontinental missiles.

He said funds for the project are in President's Eisenhower's new budget and work on it will start in the 1959 fiscal year.

\$73,900,000,000
Would Be Spent In Fiscal 1959

Mixed Reaction Shown In Congress

Washington — President Eisenhower laid before Congress today the biggest peacetime spending budget in the nation's history.

The President proposed spending \$73,900,000,000 in fiscal 1959, including funds to meet the nation's needs in "the dawning age of space conquest."

He estimated that this could be done without putting the government in the red or raising taxes.

Congress received the budget with mixed reaction.

Republicans and Democrats alike agreed that Congress will support whatever defense expenditures are necessary to meet Russia's space-age challenge. But many were frankly skeptical that a balanced budget could be achieved, much less the \$500 million surplus predicted by the President for the fiscal year which starts July 1.

Some members expressed relief that the spending figure was not bigger. Others, notably Sen. Harry F. Byrd (D-Va.) expressed disappointment that the President had trimmed only \$600 million from non-defense spending. Byrd called it a "reckless" budget.

The congressional mood appeared to be: Billions for defense but economy elsewhere.

Some congressmen frankly predicted, however, that Congress, with an eye to the November elections, is not likely to come up with any substantial economies.

Postal Rate Increase

While the President ruled out a general tax cut—or increase—he asked Congress to continue present excise and corporate tax rates for another year. And he proposed a postal rate increase, including a hike to five cents for out of town regular letters.

The President allotted \$47,100,000,000 or 64 per cent of the budget, for "protection"—national security and foreign aid.

The President said that the "growing danger" of Russian progress in missiles, coupled with Soviet rejection of workable disarmament, demanded the big spending. The United States must show determination to remain "sturdy . . . in the many strengths that keep the peace," he said.

Stepped-up Spending

He put "priority of national security over lesser needs" in both civilian and military programs. He proposed sharply stepped up spending for longer-range missiles, nuclear armed or powered ships, education and science.

He advocated curtailment, revision or elimination of civilian programs, such as flood control, farm aid, housing and financial aid to states. But he conceded such savings would amount to only \$600 million in fiscal 1959 even if Congress went along.

He refused to put any money in the budget for starting any new reclamation, flood control or navigation projects.

Small Surplus Seen

Counting an early reversal of the downward economic trend, the President estimated federal budget receipts in fiscal 1959 at \$74.4 billion. This would give a precarious surplus of \$500 million.

An originally estimated surplus of \$1.8 billion for this fiscal year was revised to a \$400 million deficit because of increased defense spending and because the recent slowdown in business reduced tax revenues.

He said he will ask Congress for another temporary increase in the debt ceiling of \$275 billion. In some recent years Congress has granted a temporary increase of as much as \$6 billion. The debt now exceeds \$274 billion. A total of \$47.1 billion, 64 per cent of the budget, was allotted for "protection"—national security and foreign aid. This was an increase of \$800 million over 1958.

Of this "protection" money, the U. S. armed forces would get \$38.9 billion—an increase of \$900 million over this year.

This increase in defense spending was much smaller than some military, congressional civilian and scientific leaders have been clamoring for. The special Rockefeller panel last week urged an increase of \$3 billion this year, to be followed by additional similar increases in the next several years.

(See Stories on Page 5)

"Why, No—I Haven't Been Sitting On That Report"



WEATHER

FORECAST — Local low cloudiness or fog in valleys tonight. Otherwise increasing cloudiness, becoming cloudy with occasional light rain Tuesday. Low tonight 33. High Tuesday 48. Temp. Highest Yesterday 31. Lowest This Morning 31. Prec. to 4 a.m. Today .54

Our Skies Tonight

Sunrise 7:39 a.m.
Sunset 5:02 p.m.
Moonrise Tuesday 2:42 a.m.
New Moon Jan. 19
Mercury, the smallest planet, may be seen shortly before sunrise for the next ten days. The stars in its background will be of the constellation, Sagittarius.