

Income Tax Bill Passes Legislature

Senate Adopts Motion To Slash Salary Increases

Building Program Appropriation Voted

Salem—UPI—The Oregon Senate today adopted a motion to slash an appropriation for state salary increases from \$3,150,000 to \$1,500,000.

A vote on the amended bill was deferred until afternoon due to the absence of Sen. Dwight Hopkins (D-Imbler) after Sen. Dan Dimick, author of the motion, asked for a call of the Senate.

State President Walter Pearson suggested a recess until 1:30 p.m. to avoid a possible delay in Senate proceedings for several hours.

With only six negative votes the Senate passed and sent to the governor a \$10,063,000 building program appropriation for the Board of Higher Education.

A spirited and lengthy debate took place on this bill before it was passed. Dimick, in his argument to reduce salary provisions, said, "the high salaries are for the big shots and not for the employees in the lower brackets who need more money to raise their families."

Sen. Alfred Corbett (D-Portland) said that if Dimick's motion prevailed it would have a disastrous effect on Oregon for years to come.

The Civil Service Commission in a report following a salary study completed last fall said to bring the state of Oregon salaries to a point to meet competitive salaries in private industry and in adjoining states would take \$10 million a year and just to hold them in line would take \$6 million," Corbett said.

The measure under discussion would appropriate the money to the State Emergency Board to be released on recommendation of the Civil Service Commission.

Contract Let for CP Street Work

Central Point-Rogue River Paving company, Medford, was the low bidder on two city street paving projects and was awarded the contract at the Tuesday meeting of the city council.

The bids were \$10,347.50 for a five block section of North Second st. between Pine and Hazel sts. and \$4,890 for paving of Cherry st. between Fourth and Seventh sts.

The contract calls for the work to be completed within 45 working days, and is expected to begin sometime this month.

The city council also granted an easement across city property near Military rd. to James Smith, 427 East Pine st., for use as an access road to an area Smith plans to subdivide. The property was formerly used by the city as a granite pit.

Dr. Paul L. Rutter reported that the proposed plans for a 25-bed hospital in the Central Point area have been approved by the required state boards.

He said a copy of the plans will be submitted to the city hall soon for the city's approved and current plans call for the opening of bids and letting of the contract within the next 2½ months. He said that actual construction should start about mid-July.

Voter's Complaint Said Unfounded

A report that some Phoenix school voters Monday did not get a chance to vote on all issues is not correct, according to Alf B. Mekvold, county school superintendent.

Mrs. Dorothy A. Whitmore, Coleman Creek rd., complained to the county school superintendent and the county court that she was not given all the ballots during Monday's election. She had a chance to vote on only school board members, she said.

Steel Industry Eyes Mutual Aid

54th Year Price 10 Cents
MEDFORD TRIBUNE
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Martin Family Search Conducted On Limited Scale

Sonar Equipment On Standby Basis

Portland—UPI—A limited search for the three remaining members of the missing Ken Martin family of Portland and their red and cream station wagon continued today with an intensive hunt planned this week end.

Plans called for a search of both sides of the Columbia river from a light plane and night search of the Klickitat and possibly the Wind rivers, both tributaries of the Columbia where bodies of two young Martin girls were found earlier this week.

The family vanished last Dec. 7.

This week end an intensive search of both sides of the Columbia and its tributaries which enter without producing dead water areas is planned.

Standby Equipment

Sonar equipment provided by the Bendix Corporation of Los Angeles was flown here and plans called for it to be kept on a standby basis until there is a lead of promise.

Sheriff Ed Kaiser of Klickitat county, Wash., Tuesday night used a strong search light which can penetrate the water to hunt in the White Salmon river. Nothing was found but Kaiser said the light clearly showed the river bottom.

Authorities feel the car could have gone into some tributary stream.

The bodies of two members of the missing family, daughters Sue, 11 and Virginia, 13, were found in the Columbia Sunday and Monday. Pathologists listed death by drowning in both cases.

Churchill Visits Marshall, Dulles

Washington—UPI—Sir Winston Churchill, accompanied by President Eisenhower, went to Walter Reed Army Medical Center Tuesday afternoon to visit Gen. George C. Marshall and John Foster Dulles, who resigned recently as secretary of state.

Marshall recognized Churchill but was unable to converse with him because of a stroke suffered earlier. Dulles was in a wheelchair.

The President has scheduled a formal stag dinner tonight for his famous guest. Thursday Churchill will move to the British Embassy for an overnight stay before departing for London Friday.

Portland Symphony Sets Concert Here

The Portland Symphony orchestra will present a concert at Medford High school auditorium Sunday, June 28, Ernest Hood, coordinator for Jackson county Centennial activities, has announced.

The Medford concert is the second in a series which will be presented by the Portland orchestra under the direction of Piero Bellugi, in connection with the Oregon Centennial.

Bellugi has signed a two-year contract to conduct the orchestra, and his first appearance in public will be with the Centennial series. He came to this country eight years ago from Italy, and has conducted the Oakland, Calif., symphony and the University of California symphony.

Other appearances of the orchestra are scheduled in Roseburg, Klamath Falls, Dallas, Bendleton and The Dalles.



SLOT MACHINES DESTROYED

Nine slot machines, three of them confiscated by Medford city police last month, were destroyed by Jackson county sheriff's deputies this morning at the Medford city dump near Camp White. Swinging a sledge hammer above (right) is Deputy Bill Rice, who with Sgt. Dean DeBerry, and Deputy Lee Rice, destroyed the machines. The law requires that various parts of the machines be de-

stroyed to a point where it would be impossible to reconstruct or repair the machines. Small change worth \$2.02 was reported taken from the one-arm bandits. The other six machines had been confiscated by county law enforcement officers over the last several years and have been stored in the vault at the courthouse. Standing near the pickup at left is the caretaker of the dump.

Reorganization Proposal Gets No Opposition in EP

The first in a series of public hearings on school reorganization was held at Eagle Point last night, and there was no apparent opposition to the proposed joining of Eagle Point and Butte Falls districts, according to Alf B. Mekvold, county school superintendent.

Only nine people from the area attended the meeting, held in the Eagle Point high school gymnasium. Keith Hockersmith, chairman, seven other members of the county school district reorganization committee, and Mekvold also attended.

Glenn D. Hale, Eagle Point superintendent of schools, stated it is the district's policy that it is willing to cooperate in the reorganization when another district indicates it wishes to join with it.

There would be no problem in absorbing 44 Butte Falls high school students, Hale said. Eagle Point has 269 high school students, it was noted.

Tentative plans would call for discontinuing the present elementary school building in Butte Falls, remodeling the present high school building there and adding several classes to handle elementary enrollment.

Eagle Point anticipates further building for elementary classes in the next two or three years. Eagle Point now has an adequate building site to accommodate additions, and is considering other sites, Hale said.

An eight-year elementary school and a four-year high school plan would be continued with reorganization, according to tentative plans. Butte Falls would send representatives as advisors to the school board in Eagle Point as is now done with Elk-Trail

Carter Nomination Expected To Stick

Salem—The head of national selective service has indicated that the nomination by Gov. Mark Hatfield of Sprague Carter of Pendleton to head up Oregon's draft system will go through.

Gen. Lewis B. Hershey wrote Sen. William Grenfell Jr. (D-Portland) and said "the President has never refused to permit a governor to select the man he wanted to represent him in this capacity." Grenfell had written to the President objecting to the appointment.

Washington—UPI—President Eisenhower has appointed Gen. Lawrence S. Kuter as head of the North American Air Defense Command.

Auction of Pondosa Brings \$33,925

Pondosa, Ore.—UPI—This tiny eastern Oregon community, the nearest town to the new geographical center of the U.S., was sold at auction Tuesday for \$33,925.

The property, which was sold as individual units, included a sawmill, 10 industrial buildings, a general store, a hotel and 53 homes, and 280 acres of land. Its half dozen families and a few local ranchers viewed

Strike in Part Of Firms Would Bring Assistance

Industry Prepares For Union Action

New York—UPI—R. Conrad Cooper, chief negotiator for the steel industry, said the companies are studying a mutual assistance program in the event the United Steelworkers Union should strike only part of the industry this year.

Airlines Used Plan

The plan being studied by the steel industry is similar to that used by the airlines during a walkout against Eastern Airlines several months ago. At that time the airlines which operated made a percentage of their increased revenues available to the lines affected by strikes.

There has been speculation that if a nationwide strike is called after the current three-year agreement expires at midnight June 30, President Eisenhower might invoke the 80-day cooling off period under the Taft-Hartley Act.

The union could avoid a national emergency by striking only a segment of the industry.

Study Other Programs

If the union adopts a divide and conquer tactic those steel companies which continue to operate could contribute to a general pool which would aid the companies affected by a strike.

Cooper said "we have seen what was done in the airline industry and we heard some talk in this direction in railroads. Naturally we like to keep abreast of developments in our field."

Not Taken Seriously

However, Cooper said the industry was not taking the divide and conquer theory seriously because the union's traditional policy has been "no contract, no work" in the whole industry.

David J. McDonald, president of the steelworkers, told the same press conference that his union is not "strike happy" and is working diligently to accomplish an agreement prior to the strike deadline.

Pollution Density Measured High

The pollution density of Medford's air has been measured at apparently more than twice the legal standard during the current city-state survey, according to one state engineer.

James L. Agee, associate engineer with the state air pollution authority, said the high-velocity sampler in operation on a downtown rooftop since April 1 has recorded densities of suspended particulate matter from 112 to 480 micrograms per cubic meter.

"Any count in excess of 200 is theoretically in violation of the authority's regulations," Agee told the meeting on air pollution called by the Jackson county court yesterday.

Agee said that while the data has not been processed as yet, "the peaks undoubtedly will coincide with orchard heating periods."

Colombia Ambassador Favored for Brazil

Washington—UPI—John Moors Cabot, 58, U. S. Ambassador to Colombia, was reported today to be a leading candidate to become ambassador to Brazil in place of Mrs. Claire Boothe Luce.

Washington—UPI—Sen. Bourke B. Hickenlooper (R-Ore.) is under treatment and observation at Bethesda Naval hospital for a stomach ailment.

Death of Railroad

The sale of Pondosa also was the death of the Big Creek and Telocast Railroad company. This was a 14-mile private line which for years had been used to haul lumber from cutting areas to the mill.

Manuel Schnitzer, Portland scrap dealer, bought the locomotive used on the rail line for \$27,000.

Well, you see, she didn't think she was speaking for publication, or maybe I mean I think her husband's publication is unspokeable. Anyhow, she's a very good diplomat, only she's not very diplomatic. Well, her husband naturally thinks she's great, so naturally he said that she should resign. Mind you, I'm not one to kick even when somebody beats this old bag of bones.



Governor Hatfield Vetoes Six Bills; Believed Record

Salem—UPI—Gov. Mark Hatfield Tuesday vetoed six bills in what is believed to be the one-day record for executive rejection.

He also allowed one bill to become law without his signature.

Hatfield's veto record now stands at nine bills. Vetoes were: Senate bill 371 which would have allowed Oregon delegates to be relieved of their pledges at presidential preference primaries when the majority of the delegation determined that the candidate they were pledged to had no chance.

Fairview Bill Vetoes

The governor felt the delegation should express the wish of the majority of their political party.

Senate bill 419 and 420 authorizing the governor to appoint a board of visitors at Fairview home here and also a scientific advisory council

Wakely to Present Two Shows at Fair

Central Point—Jimmy Wakely will present his western show twice Saturday, May 23, at the Southern Oregon Farm Festival at Central Point, the sponsoring organizations have announced.

The event, which will be held Friday and Saturday, May 22 and 23, is being sponsored by the Central Point Junior Chamber of Commerce and the Crater High school chapter of Future Farmers of America. It will be held at Crater High school.

Wakely's show will be presented at 7:30 and 9 p.m. Saturday, officials said. Wakely accepted an invitation to the festival when it was learned that Tex Ritter, who originally had accepted an invitation, would be unable to keep the appointment, FFA and Jaycees said.

The farm festival will include buffalo and beef barbecues, displays and demonstrations by farm equipment dealers, competitive events by FFA chapters, helicopter riders, Centennial displays, carnival games and rides, farm educational films, and displays by 4-H clubs of the county.

Vernon Thorpe Back At Desk This Morning

Vernon Thorpe, city public works director, returned to his desk this morning following a heart attack March 27. He has been convalescing at his home for the past several weeks.

Thorpe reported that he planned to remain at the office several hours each day.

Adjournment Expected To Be Some Time Today

Program Eliminates Federal Deduction

Salem—UPI—The Oregon Legislature got over its biggest hurdle by passing an income tax program Tuesday but postponed adjournment until at least today to clean up other business.

Both Senate President Walter Pearson and House Speaker Robert Duncan said they believed the session, now in its 115th day, could wind up sometime before midnight tonight.

The main income tax bill, which would eliminate the federal income tax deduction and lower rates, got by the Senate 19-11 after passing the House 33-27.

Interest on Installments

A second tax bill would continue installment payments of state income taxes but with a one per cent month interest charge to raise more money. It passed the House 37-22 and the Senate 19-11.

The House vote on the main income tax bill was strictly along party lines with the 33 Democrats for and the 27 Republicans against. In the Senate three Republicans voted for the measure and three Democrats voted against it.

The GOP members in favor included Sens. Edwin Furno of Medford, Donald Husband of Eugene and Francis Ziegler of Corvallis. The Democrats opposed were R. F. Chapman of Coos Bay, G. D. Gleason of Portland and Boyd Overhulse of Madras.

Would Broaden Base

The income tax bill lowers the printed rate from the present 3 to 9.5 per cent range to a range of 2.5 to 7.5 per cent. But my elimination of federal deductions legislators feel it will raise enough to support an estimated 314 million budget.

Both Sens. Harry Boivin (D-Klamath Falls) and Ward Cook (D-Portland) said it was not an easy task to reach a stage of compromise because of the wide variance in tax ideas held by the House and Senate. Boivin said the main income tax bill would broaden the tax base through eliminating the deduction for federal taxes and would bring in a large number of taxpayers who had not paid a state tax in the past.

Increases Said Not Large

But Boivin said the increases were not large. He said one feature included in the bill was a provision for persons living in Vancouver, Wash., and working in Portland to take the standard deduction which is impossible under present Oregon tax laws. Another section of the bill provides withholding on agricultural workers pay from 2½ per cent to 2 per cent.

The measure would raise state income tax receipts about 9 per cent and produce some \$12 million in revenue.

The House also reconsidered and repassed 36-23 a \$40 million bonding program to finance state building needs for the next eight years. The day before the House voted down the measure 32-26. The bill provides for a vote of the people in 1960.

Other Highlights

Board of Control: The Senate passed 17-13 a bill to abolish the three-man Board of Control and sent it to Gov. Mark Hatfield where a veto was considered likely.

Trust Deed: The Senate completed legislative action on the "trust deed" bill and sent it to the governor. The amended bill provides an alternative method for financing homes in Oregon.

Capital Gains: The House today repassed a bill which provides special tax treatment for capital gains provisions. The bill now goes to the governor. The Senate made only technical amendments to the bill. Major feature is that funds gained from the provision be re-invested in Oregon. It is designed to help attract new industry.

Budget Cut: The House voted to accept most of the cut of more than one million dollars the Senate made last week in the Board of Control budget. The main reduction was a vocational building at the state correctional institution.

Chicago—UPI—Negotiations aimed toward the merger of the Great Northern, Northern Pacific and Burlington railroads continue under active consideration, their presidents said today.

BASEBALL

NATIONAL LEAGUE	
Chicago	3 9 0
Pittsburgh	0 2 0
Hillman and Neeman	
Averill (8); Haddix, Blackburn (7), Smith (8) and Foiles.	

WEATHER

FORECAST: Fair tonight and Thursday except for some early morning low clouds. Airport low tonight 38. High Thursday 75.

Temp.	Highest Yesterday	Lowest this Morning	Prec. to 10 a.m. Today
60	41	41	.02

Our Skies Tonight

Sunset today 7:16 p.m.
Sunrise tomorrow 5:00 a.m.
Moonrise tomorrow 5:10 a.m.
New Moon May 7

PROMINENT STAR

Spica, due south 10:34 p.m. Last year at this time Jupiter was seen quite near Spica; in 1953 and 1954 Saturn appeared near this star; next year Venus will be the planet seen for a while near Spica.