

U.S. Seeks Limited Meeting of UN Assembly



REVENUES CHOPPED—Treasury Secretary C. Douglas Dillon, testifying before the Joint House-Senate Committee, today said the recession has chopped at least \$1.5 billion from the 1962 federal revenues forecast by former President Eisenhower.

Economy Upturn In Next Quarter Seen by Experts

Washington—(UPI)—Treasury Secretary Douglas Dillon told Congress today Kennedy administration economic experts look for an upturn in the nation's economy "some time" during the quarter which starts April 1.

At the same time he estimated that the recession has cut at least \$1.5 billion from the 1962 federal revenues forecast by former President Dwight D. Eisenhower in his outgoing budget.

Dillon, testifying before the Joint Economic Committee, also said the new administration feels it can operate within the present 4 1/2 percent interest ceiling on long-term bonds. He said the interest rate issue—a hot one in the last Congress—"has become an academic one."

Dillon did not say whether the loss of federal revenues caused by the recession would wipe out the \$1.5 billion surplus forecast by Eisenhower for the government budget in fiscal 1962, which starts July 1.

With a Kennedy administration budget review scheduled for later this month, many government officials expect the 1962 budget to be in the red. This is because of recession-caused revenue losses, Kennedy's anticipated increases in defense spending, and revenues to be less.

Dillon said "it is now clear that revenues in fiscal 1962 cannot help but be less" than the \$82.3 billion projected by Eisenhower in his final budget, which went to Congress Jan. 16.

City, County Officials Make Peace Over Welfare Labor Transportation

County welfare labor crews were temporarily taken off a city work project at Prescott park last week because a disagreement over who should provide their transportation to the park—the city or the county.

The disagreement was apparently at an end today, however.

A welfare labor crew had been working at the park for about one week—using a county truck—when County Judge Earl Miller informed the city last Wednesday that it would have to provide the transportation from then on.

City Manager Robert A. Duff said he told Miller that the city does not have adequate transportation to carry workers for any distance, and that this would be impossible.

Trucks Withdrawn
Miller, of the opinion that county equipment should not be used on a city project and claiming that the truck was needed elsewhere, ordered the truck taken away from the welfare workers for this purpose.

That was Wednesday. Welfare workers have not been up to Prescott park since then, although they have been us-

Cold War Items Would Be Kept From Agenda

Shorter Session Seen Beneficial

United Nations, N.Y.—(UPI)—The United States today urged deferment of all cold war items from the agenda of the reconvened 15th General Assembly, but ruled out any "trade or deal."

U.S. Ambassador Adlai E. Stevenson, in a statement made shortly before the session was to reopen, proposed that only the few matters essential to the conduct of the United Nations be taken up at this time.

The United States is going into the resumed session firmly determined to do all it can to alleviate the cold war "instead of aggravating it," Stevenson said.

"We also feel that the world would benefit from shortening the session and avoiding acrimonious debate. We think a period of relative quiet would contribute to a better international climate for serious negotiation on such vital subjects as disarmament."

Today's meeting was expected to be minus the fanfare that marked the opening session last Sept. 20 when Soviet Premier Nikita S. Khrushchev and a host of top world leaders attended the first meeting.

Chama Head To Speak
Ghana's President Kwame Nkrumah, the only chief of government on hand for this session, was scheduled to address the assembly this afternoon after the call to order by President Frederick H. Boland of Ireland.

The opening of the adjourned session was clouded by the failure of the Western powers to reach agreement with the Soviet bloc on shortening the agenda by scrapping some "cold war" items on the list.

To Scrap Resolution
Despite this failure, the Soviet government newspaper Izvestia announced that Russia had decided to scrap its resolution calling on the United Nations to condemn U.S. "aggression" in the U2 and RB47 plane incidents. This news came as a surprise to the U.S. delegation.

Aside from the obvious issues of the Congo and the Kremlin's continuing attempt to oust Secretary General Dag Hammarskjöld in favor of a three-man presidium, the 38-item agenda contained a host of potential cold war items. These included disarmament, Hungary, Tibet, Cuba's "aggression" charges against the United States, and Korea.

(See story on Page 10)

Net Receipts Income Tax Bill Approved

Salem—(UPI)—The House Tax Committee decided Monday to allow those who earn \$600 a year or less in Oregon to pay no state income tax.

With this and one other amendment, the committee voted 5-2 and sent the net receipts income tax bill to the House floor for a second time with a "do pass" recommendation.

Navy Withdraws Task Force From Congo

Washington—(UPI)—The United States today abruptly withdrew a small Navy task force heading towards the Congo and said the United Nations did not need it.

Gov. Hatfield Raps Unmarked Budget Cut

Duncan Expresses Displeasure

Salem—Gov. Mark Hatfield Monday charged a Ways and Means subcommittee with "irresponsible fiscal procedure" and said the Finance Department will refuse to cooperate with any more vague budget cut orders from the legislature.

The governor came under fire for his remarks today from legislative leaders.

In the future, Hatfield said, the legislature will have to specify exactly what proposed expenditures are to be trimmed before the Finance Department will make the changes.

Hatfield, speaking at a news conference, said a subcommittee order last week to trim the \$2.5 million agriculture department budget by a half-

million dollars was "without any basis or merit."

Since the subcommittee, headed by Sen. Francis Ziegler (R-Corvallis), did not spell out what cuts it wanted, the Finance Department returned the budget with across the board slashes in general fund programs.

Hatfield said he was "really surprised" that Ziegler, who chaired an interim committee that proposed expanded agriculture department programs, had ordered the cut.

House Speaker Robert Duncan, Ways and Means Co-Chairman Daniel Thiel and Clarence Barton, (D-Coquille), spoke out against the governor's statements.

Duncan said Hatfield "obviously has never served on

the Ways and Means Committee" and indicated displeasure with Hatfield's statement that Ways and Means had better think twice about ordering any more budget cuts.

He said Ziegler is "probably better qualified from experience and training and ability to comment on the budget of the Agriculture Department than the governor," Ziegler operates a dairy.

Barton said he was sorry over Hatfield's "loose use of the word 'irresponsible.'" He said, "I question whether the governor ever spent any time on a farm except when he might have visited one in a political campaign."

Hatfield said he disagreed with Rep. Edwin Durno (R-Ore.), over a remark by Durno that the proposed Oregon

Dunes National Seashore lacked sufficient scenic values.

The governor said he was "sorry the present administration did not see fit" to include the Oregon Dunes in recent national seashore proposals.

Hatfield said if federal legislation is passed to extend unemployment benefits, he would like to see the extension made available in Oregon.

Jobless payments are now on a plateau in Oregon, he said, with benefits for some workers running out each week.

Hatfield declined to comment on an assertion by Minority Leader F. F. Montgomery of Eugene that Duncan was neglecting his job in favor of preparing for a race for the governorship.

The governor said, however, he felt it was time to see more major legislation on his desk.

Unemployment in County Reaches New High in February

Unemployment in Jackson county in February reached a new high for the current fiscal year, John J. Patton, manager of the local office of the Oregon Employment service, announced today.

He said that 2,323 persons filed claims for one week of unemployment for the last week in February.

The total is less than 10 percent of the estimated county work force of 25,000. Patton said that there also were other unemployed in the total, including those with claims filed against other states, a number who have drawn the maximum compensation and some not covered.

Combination Noted
The local manager explained that the high figures for last month "were due to a combination of bad weather and price troubles which have plagued the lumber industry for several months."

Barring some, now unforeseen circumstance, February should mark the high point for this winter, although unemployment may remain relatively high for several months, according to Patton.

When the present wet weather ends, a considerable upturn in construction and some increase in logging activity can be expected.

The local level of unemployment is still following the pattern noted for several past months, Patton stated, but the current total is higher than either of the past two years.

It is lower than that of three years ago, however.

Committee Gives Rural School Budget Approval

The Jackson county rural school budget committee gave its final approval to the county school office budget last night.

The Jackson county school superintendent's office must now total the revised figures and fill out the official budget sheets. No proposed overall total had been set.

Tentative date for the budget's public hearing will be April 10, according to County School Supt. Alf Mekvold. The budget election will be held May 1.

The committee quickly approved the salary recommendations of a special subcommittee which suggested: \$9,750, a \$250 raise for Mekvold; \$7,500, a \$300 raise for Administrative Assistant Deane Cox; \$7,200, a \$1,100 raise to James McDonald, curriculum materials center director; \$4,463, a \$227 raise for the secretary-office manager in the county superintendent's office; \$3,831, a \$201 raise for a newly created position of secretary-office manager in the curriculum materials center.

Except for the newly created position for the curriculum materials center, the remainder of the salaries remained pretty much the same. The courier salary had been cut \$400 by the committee. He would be required to perform other routine jobs in the center, also.

The committee spent most of last night's session discussing the proposed new program for able and gifted students in Jackson county schools. The total budget for this program was finally sliced to a third, at \$3,000, compared to the proposed total of \$9,350. The committee indicated it wanted more information on the program. No other county in the state has tried it, Administrative Assistant Cox said.

Congo Army Told To Keep UN Out of Ports

Leopoldville, The Congo—(UPI)—The Congo government ordered army commanders today to keep UN troops out of the ports of Matadi and Banana until some agreement is reached with the United Nations.

WEATHER
FORECAST: Rain and wind tonight. Showers possible mixed with snow Wednesday. Partial clearing Wednesday afternoon. Low tonight 35 to 40. High Wednesday 45.

Our Skies Tonight
Sunset today 6:08 p.m.
Sunrise tomorrow 6:16 a.m.
Moonrise tonight 11:37 p.m.
Last Quarter March 3
PROBABLE STARS
Betelgeuse, high overhead at sunset, and in the northwest at midnight. Rigel, in the south at sunset, will be in the southwest.

Unemployment in County Reaches New High in February

Unemployment in Jackson county in February reached a new high for the current fiscal year, John J. Patton, manager of the local office of the Oregon Employment service, announced today.

He said that 2,323 persons filed claims for one week of unemployment for the last week in February.

The total is less than 10 percent of the estimated county work force of 25,000. Patton said that there also were other unemployed in the total, including those with claims filed against other states, a number who have drawn the maximum compensation and some not covered.

Combination Noted
The local manager explained that the high figures for last month "were due to a combination of bad weather and price troubles which have plagued the lumber industry for several months."

Barring some, now unforeseen circumstance, February should mark the high point for this winter, although unemployment may remain relatively high for several months, according to Patton.

When the present wet weather ends, a considerable upturn in construction and some increase in logging activity can be expected.

The local level of unemployment is still following the pattern noted for several past months, Patton stated, but the current total is higher than either of the past two years.

It is lower than that of three years ago, however.

Kennedy Proposes 212,500 College Scholarships

Washington—(UPI)—President Kennedy today sent Congress "urgent" legislation to aid higher education in America by providing 212,500 college scholarships for able youths and extending federal loans for dormitory and classroom construction.

He told House and Senate leaders that passage of the five-year, \$3 billion program is "vital" to prepare for the vast increase in college enrollments expected during the coming decade.

He told House and Senate leaders that passage of the five-year, \$3 billion program is "vital" to prepare for the vast increase in college enrollments expected during the coming decade.

Medford ranks fourth in population among cities of Oregon and Jackson county ranks sixth in population for counties. Since the unemployment figure usually ranks from 10th to 14th, "the situation is somewhat better than could be expected," according to Patton.

Two Youths Hurt In Morning Crash

Two Medford youths were injured, one of them critically in a two-car accident at the intersection of 10th and Holly sts., about 10:20 this morning.

In critical condition at Rogue Valley hospital is Wayne Johnson, 2746 Lone Pine rd., a high school student. Hospital attendants said he is suffering from a head injury.

The other injured youth, and the driver of the car in which Johnson was riding, is Clayton Douglas Batten, 17, of 816 North Riverside ave. Attendants said he is in good condition at Rogue Valley hospital, but will be kept there overnight for observation.

The driver of the other car involved in the accident was Carl Randall Beebe, age unknown, of 518 West Second st. He apparently was not injured, police said.

Details of the accident were not available at press time, and police had not yet issued any citations.



LOVELESS VOYAGE—This is the crew of the 57-foot schooner Fairweather prior to their departure on a 10-year "no romance" voyage around the world. Bill Adams, right, owner of the vessel, plans to sail the craft to Acapulco, Tahiti, Australia, Hong Kong, India and the Mediterranean before returning to home port at Sausalito, Calif., in 1971.

According to Adams, the voyage will have platonic overtones for the crew. "If there's any romance, the people involved will be sent home," he said. From left, front, they are Vern Hansen, 29; Rick Adams, 19; Mrs. Suttie Adams, Adams, Rear, from left, Pat Adams, 7; Lisa Adams, 10, and John Adams, 16.

Charge for Camping At Howard Prairie Lake Is Approved

A charge for overnight camping only would be made on a trial basis at the Howard Prairie lake recreation area during the 1961 summer season, it was agreed at a meeting last week in Portland of national park service, bureau of reclamation and Jackson county representatives.

City-County Parks and Recreation Director Robert Haworth told the Jackson county commissioners last night that the federal agencies specified a \$1 per car per night charge for camping.

No charge will be made for use of the boat-launching ramp, for picnicking, parking cars or cars with boat-trailers. The concessionaire will collect the camping fees and turn the receipts over to the county, which will place it in the newly formed county recreation fund.

Haworth, County Judge Earl Miller and James Callan, local project engineer for the bureau of reclamation, met

Senate Approves Hatfield's Plan For Commerce

Salem—(UPI)—Gov. Mark Hatfield's government reorganization plan passed its first key test with honors today when the Oregon Senate approved a cabinet Department of Commerce by a vote of 22-9.

The bill, SB222, now goes to the House, where it is slated before final action to return to Ways and Means committee for a tougher look at the fiscal implications of a revamped Oregon's government into a cabinet system modeled along federal lines.

Republican and Democratic leaders joined in supporting the bill as a move that would bring "increased efficiency and increased economy in the running of public affairs."

The bill would group agencies dealing in commerce into one department. The main ones would be Planning and Development, the insurance commissioner, corporations commissioner, superintendent of banks, real estate commissioner, and numerous examining boards.

Newbury Proposes Farm Picket Bill
Salem—(UPI)—A bill to limit farm picketing during planting and harvest seasons was introduced in the Senate Monday by Sen. Lyndel Newbury (R-Talent).

Recreation Commissioner Mrs. Marcel LePine, Applegate, presented petitions from 180 members of the Riders of Southern Oregon asking for development of horse trails and overnight camping spots for horsemen and their mounts. She was appointed to help the commission plan the horse trails and the overnight camping spots.

Orchard thermometers will be tested Tuesday or Wednesday. All orchardists are asked to bring them to the county extension office. Due to the advanced stage of the buds, growers may keep them on hand until next Monday just in case of cold weather, Cordy said.

Some early D'Anjou pear buds are losing their bud scales, but no commercial damage would result if the temperature dropped as low as 23 degrees, Cordy said.

"This rapid advancement of fruit buds is nearly 10 days ahead of normal schedule," Cordy said.

Crash Kills Four Near Cottage Grove

Cottage Grove—(UPI)—Four youths were killed in a one-car accident 11 miles south of here early today on Highway 38.

The victims were identified by state police as Robert H. Peters, 21, driver of the car; M. E. Snell, 19; Gary Glass, 18, and Wesley Johnson, 21. All were from Cottage Grove.

State police said Peters' 1957 model car was westbound when he apparently lost control. It skidded on the shoulder of the road and flipped over into Pass Creek.

The accident was discovered about 2 a.m. by a passing truck driver who noticed the back light of the car shining from the bottom of the creek. The vehicle was completely submerged.