

Racial Tension Eases in Alabama Capital

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Approval of Merger Of Companies Sought

Hearing Ends; Seattle Engineers On Stand Today

Savings Noted If Merger Approved

A request for an order "approving the merger of the California Oregon Power company and Pacific Power and Light company at the earliest possible convenience" was made this morning to the Public Utilities Commissioner's examining board.

The request was made in the closing statement of George Rives, San Francisco, chief counsel for the utility companies, at the PUC hearing which started Monday morning in the Federal courtroom in the Medford post office. The hearing was adjourned about 10:30 o'clock this morning.

Rives said that the testimony presented during the day and a half hearing showed that the applicants had gone considerably beyond what was necessary to prove that the merger would be in the public interest.

Malcolm Jones, Salem, chief examiner for PUC, said "matter would be determined in due course."

Testifying this morning on behalf of the state ratepayers were Jack D. Stevens and Robert C. Wilson, both Seattle, Wash., utility engineering consultants.

Stevens said that three types of savings are involved in the merger: 1) power costs; 2) administrative and operating; and 3) capital. These, he added, are offset in part by increases in costs.

These additional expenses would involve: 1) additional facilities required; 2) increased administrative and operating costs in other categories; and 3) increases in the cost of debt due to a larger debt component in the capital structure. All savings are offset by increased income taxes.

Stevens stated that overall savings, reflecting all factors, can reasonably be expected to total about \$5,497,000 over a 4 1/2 year period, an average of \$1,217,000 per year.

Questioned about the size of the merged company, Stevens said that in his opinion this was not an adverse consideration. He added that under the plans proposed by the companies for coordinated system operations, his investigation had not revealed any aspects of the proposed merger which would be adverse to the public interest.

Utility company witnesses cross-examined this morning were John Boyle, general manager for Copco; Don Frisbee, PP&L's treasurer, and Frank Bash, Copco's treasurer.

PUC chief counsel was Donald Sullivan. The other two hearing examiners were Barnett Goldstein, Portland, and Louis Greenberg, Salem.

The Dalles Asks Special Session For State DST

The Dalles-UPU-The City Council at a special meeting Monday night passed a motion requesting that Gov. Mark Hatfield call a special session of the legislature so all of Oregon could be put on daylight saving time.

Hatfield Monday said he did not anticipate a special session unless "there are concrete proposals" to end the present confusion caused by the Portland area's fast time. He added he did not foresee any proposals which would accomplish this.

The City Council also went on record endorsing daylight time and recommended that local citizens on June 1 adopt fast time, although official time would remain standard.

Plans Continue for Daylight Time Here

Medford area merchants still plan to go ahead with adoption of Southern Oregon Daylight time this summer, because, as one merchant put it, "nothing has happened to change our minds."

A random sampling of merchants in the downtown area showed them unanimous in their intention to set their clocks ahead one hour on June 1. The merchants contacted were among those members of the retail merchants committee of the Chamber of Commerce who voted in favor of the plan last week.

At the time the sampling was taken, none of them had heard that the Grants Pass Chamber of Commerce yesterday voted to stay on standard time. When told of this, one merchant said: "It will create some problems."

Many observers would consider this an understatement. The turn to some sort of day-

Grants Pass Stays On Standard Time

By United Press International
The Grants Pass Chamber of Commerce board of directors and McMinville School District No. 40 shifted ground Monday on a proposals regarding the time of day.

Grants Pass merchants previously indicated they would adopt fast time if other cities such as Medford did so. But Monday the directors decided to remain on standard time.

The McMinville School Board reversed an earlier decision and voted to move classes up one hour effective to day. The vote, taken in a special meeting, reverses an earlier split vote which would have kept the school on standard time.

Merchants in Woodburn voted Monday to move up clocks an hour starting June 4.

State Land Board Unofficially OKs Tideland Permits

Hatfield's Signing Of Bill Awaited

Salem-UPU-The State Land Board gave unofficial approval today to offshore exploration permits for two major oil firms on a "come one come all" basis.

The board said formal approval will have to wait until the permits are drafted complete with regulations that are being drawn up now by the Fish and Game Commissions and by the State Geology Department.

Signature Awaited
Official approval for the permits, sought by Shell Oil Co. and Gulf Oil Co., also will have to wait until the legislation allowing offshore geological and seismic surveys is signed.

Gov. Mark Hatfield, head of the land board, is expected to sign it within the next few days.

The permits would allow survey vessels from the two firms to explore for signs of oil all along the 600,000 Oregon offshore lands.

Actual Leasing Later
Actual leasing, for oil drilling and hoped-for production, would come later, on limited land blocks.

Hatfield described the exploration as "a part of our great dream of an industrial program for our state."

He said, however, comprehensive regulations must be prepared in connection with the permits to insure "multiple use, not development of one resource at the expense of another."

Phoenix Man Dies In Logging Mishap

George Hall, about 38, of 109 Rose st., Phoenix, was fatally injured about 9 o'clock this morning when he was struck by a log as he was unloading a log truck on the log dock at Kogap Lumber company.

According to company officials, Hall was immediately treated by the company's first aid crew and was taken to Rogue Valley hospital by ambulance. He was reported dead on arrival at the hospital.

Hall was an equipment operator for the company. He had been employed by Kogap since 1954.

Funeral arrangements will be announced by Conger-Morris, funeral directors.

Murchisons Gain Alleghany Control

Baltimore-UPU-The Murchison brothers of Dallas, Tex., have won decisive control of the \$6.7 billion Alleghany Corp. in a proxy election sweep of all nine seats on the board of directors, it was announced today.

Alleghany President Charles T. Ireland reported at the reconvened annual meeting here that the Texas insurgents overturned the management of Allan P. Kirby by a proxy vote margin of 853,998 shares.

The victory of the two youthful Texans, John D. and Clint W. Murchison Jr., not only capped the biggest corporate struggle in history but also represented a stunning upset. Last month the odds in Wall Street heavily favored Kirby to retain control of his financial empire.

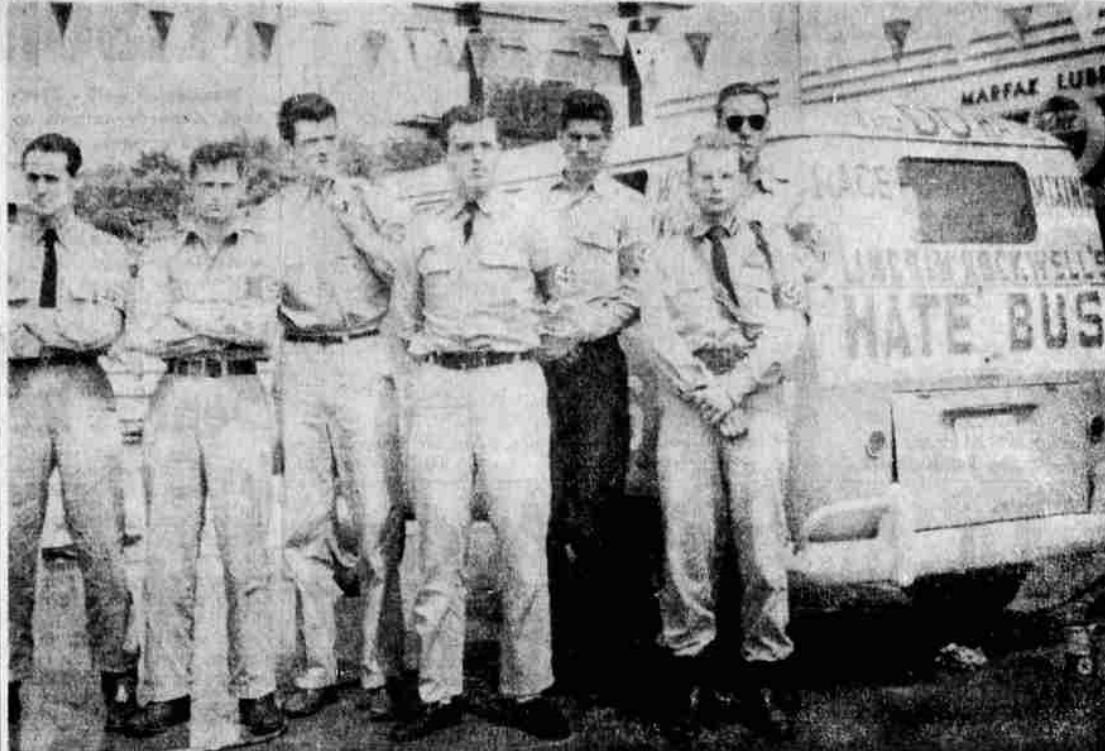
Political Opponents Jailed In Albania

Belgrade, Yugoslavia-UPU-Albanian Communist Boss Enver Hoxha was reported today to have jailed 30,000 political opponents since last year when he started siding with Red China against Russia.

But despite the arrests and a series of executions, Hoxha is struggling for his political survival and "lives in fear of his shadow," a former high Albanian official said.

INJURIES FATAL

Enterprise-UPU-Henry Beggs, 89, Wallawa, died early today in a hospital from injuries suffered when his pickup truck was struck by a freight train in the city limits of Wallawa Monday. He never regained consciousness.



STORMTROOPERS EN ROUTE—A squad of Lincoln Rockwell's American Nazi Party stormtroopers arrived in Montgomery, Ala., today en route to New Orleans on their trip

through the South. Sheriff's deputies and National Guard troops escorted the "Hate" group from the city to prevent any new outbreak of racial violence. (UPI Telephoto)

Korea Military Junta, UN Fail To Reach Terms

Seoul, Korea - UPU - The new ruling military junta and the United Nations Command failed today to reach agreement on the return of all South Korean armed forces to the control of U.N. Commander Gen. Carter B. MaGruder.

Maj. Gen. Pak Chung Hi, considered the real power behind the junta, conferred for four hours with Gen. MaGruder. Afterwards he told a news conference that they had "areas of very close agreement" and that the junta accepts the fact that ROK forces are still under U.N. channels of command.

Views Coincide

A statement issued by the U.N. Command following the meeting said the two generals found "many points" on which their views coincided, but that "they were unable to reach complete agreement."

Gen. Pak disclosed that about 11,000 ROK soldiers and marines were used in the coup that overthrew Premier John M. Chang's government last week. This is a number considerably higher than the estimate of 3,600 troops made by MaGruder's headquarters.

Driver Uninjured In Auto Accident

James Raymond Finnell, 18, of 614 Whitman st., escaped injury Monday when a car he was operating failed to negotiate a curve on East Main st. and smashed into a stone wall.

Police said the car was a complete wreck. Finnell was thrown from the car, police said, but was uninjured. Police cited Finnell for violation of the basic rule.

The accident occurred about 6:50 p.m. just east of Eastwood dr., where East Main st. makes a partial turn to the north. The car was going in an easterly direction when it went out of control.

John Dellenback Gets Nomination

Buffalo, N.Y.-UPU-A Medford, Ore. man, John Dellenback, today was nominated to the permanent judicial commission of the United Presbyterian Church at the 173rd general assembly here.

Dellenback, who is an Oregon state representative, was nominated for a term ending in 1967.

RESOLUTION ADOPTED

Portland-UPU-The executive board of the Young Democratic Club of Oregon has adopted a resolution asking the U.S. Forest Service not to build logging roads in the Minam River Valley of the Wallawa Mountains.

WEATHER

Forecast: Clearing tonight. Increasing cloudiness Wednesday with rain by evening. Low tonight 34. High Wednesday 68.
TEMPERATURE
Highest Yesterday 69
Lowest This Morning 34
PRECIPITATION
To 10 a.m. Today .01
Our Skies Tonight
Sunset today 7:34 p.m.
Sunrise tomorrow 4:42 a.m.
Moonset tomorrow 1:55 a.m.
Full Moon Monday night
The planet Mercury sets 8:49 p.m. and is now about 93 million miles from the Earth, the same distance as the Sun. The dim star near it tonight is Elnath.

Budget Election Is Thursday in 549C

Medford school district patrons will vote Thursday, May 25, on a proposal to exceed the 6 per cent limitation for fiscal year 1961-62. This has been necessary every year for many years, due to the rapid growth of the school system.

Rolling places will be open between 2 and 8 p.m. in each of the district's 14 elementary schools. Eligible registered voters will vote in the elementary school service area in which they live.

The amount of the general fund budget outside the 6 per cent limitation is \$2,070,805.95. It is this amount on which district patrons will vote Thursday.

Reorganization Board Meets Today

The Jackson county reorganization committee will meet at 8 o'clock tonight in the county school superintendent's office to consider the transfer of a portion of the Barnett rd. area to the Medford school district.

The committee is also expected to complete some unfinished business in school district reorganization. The committee may declare Central Point and Prospect school district reorganization. The five units since a new state law provides no school board election is required for this. However, public hearings are required, County School Supt. Alf B. Mekvold explained.

Further reorganizations pending are Rogue River with Evans Valley, Eagle Point with Butte Falls, Pinehurst with Ashland and possible Applegate with Medford.

Committee Chairman Keith Hocksmith emphasized that tonight's meeting will not be a public hearing, although the meeting is open to the public.

Billy Graham Ordered To Bed

London - UPU - American evangelist Billy Graham was ordered to bed by his doctors today, 20 minutes before he was to address 2,800 English preachers at the opening meeting of his fifth British Crusade for Christ.

The doctors confined Graham to his Park Lane Hotel because of a throat infection. His place was taken by Cliff Barrows, his life-long associate and the musical director of his meetings.

Body Recovered From Pond at St. Helens

St. Helens - UPU - The body of Bill Hawkins, 24, St. Helens, was recovered early today from a pond near the St. Helens Paper Mill. Hawkins drowned May 4 while boating in a slough.

The body was found by Hank Winters, night watchman for the mill.

Empire Youth Killed By Shot From Rifle

North Bend, Ore.-UPU-Jimmie Dale Barringer, 14, Empire, was dead on arrival at a hospital Monday night after he was accidentally shot by a 22 caliber rifle being held by a friend.

State police said the gun was in the hands of Albert Ray Durbin, 14, also Empire.

Freedom Riders Plan To Resume Southern Travels

Armed Guardsmen Ready for Trouble

Montgomery, Ala. - UPU - Tension outwardly eased off in this racially torn city today, but the slightest sign of trouble brought an immediate response from armed national guardsmen.

There were indications the peace might be short lived. Negro leaders said today that a group of freedom riders, whose arrival in this "cradle of the Confederacy" touched off rioting Saturday, decided at a meeting Monday night that their freedom ride must continue.

An aide for Atty. Gen. Robert F. Kennedy in Washington described the situation as "touch and go."

But on the surface it was business as usual in this white-collared city on the banks of the Alabama river.

Guards Patrol City
Foot patrols of guardsmen, uneasy in their unaccustomed uniforms, walked the streets of Montgomery today, looking in show windows and at the girls. Jeeps patrolled the streets.

The Rev. Martin Luther King announced at a press conference that the ride would be resumed. He did not specify when.

The riders prior to rioting here had planned to make a bus trip from Montgomery to Jackson, capital of segregationist Mississippi.

Brief Incidents
The nearest thing to a clash between race rioters and guardsmen during the past 24 hours was a brief incident Monday night at the Greyhound Bus Terminal, scene of Saturday's bloody rioting.

About 100 additional guardsmen joined the assigned troops at the terminal when rumors spread that more freedom riders were due. A small group of hardcore segregationists turned out at the terminal.

Five white men were ordered out of the station by a squad of guardsmen after one of them told Maj. Gen. Henry Graham, guard commander, that "we've come to meet them niggers."

Minor Injuries Result from Mishap

A 57-year-old Medford man sustained apparently minor injuries last night when a pickup truck he was operating collided with a Southern Pacific railroad locomotive at the Fourth st. railroad crossing in Medford.

The injured man, Iver Dwyer, 408 Beatty st., was taken to Rogue Valley hospital for treatment of cuts and bruises. He was released from the hospital this morning.

Nelson told city police that the signal warning lights at the crossing were not working at the time of the collision. Two witnesses to the accident also said the signal was not working, police said.

The pickup truck was a total wreck, according to police. From the point of impact, the locomotive, operated by Milford Lum Lumber, 41, Klamath Falls, pushed the truck for 50 feet before coming to a halt. The accident occurred about 8:30 p.m.

Tourist Use of Howard Prairie Lake Is Phenomenal, Johnston Tells Officials

Tourist use of Howard Prairie lake this spring has been phenomenal, Concessionaire Bob Johnston said yesterday afternoon.

Johnston held a "no gripe" session in the county court offices yesterday afternoon with members of the county court, City-County Parks and Recreation Director Robert L. Haworth and press and television representatives present.

The concessionaire reported that his gross retail receipts totalled about \$2,000 for the six days of April he was in operation and about \$4,500 for this month so far. He noted that he must gross \$6,000 a month to make a profit.

"But nobody makes a profit in the resort business," he grinned.

During the most crowded days at the lake as many as half of the people are from out-of-county, and many of these from out-of-state, Johnston reported. He noted a number of people from Los Angeles and Portland. The concessionaire said he kept detailed boat rental receipts and

records of overnight camping fees charged.

Johnston said 3,000 people crowded into the Howard Prairie area Sunday and more parking space is needed. He estimated he could expand the present camping area five times if needed.

Good Fishing
"Fishing has been tremendous. Every boat brings in fish," Johnston remarked. "Because of the natural fish food in the lake, fishing will continue red hot for at least five years according to what I'm told."

Both Johnston and Haworth made a plea for additional fees. Johnston said he had turned down "hundreds of dollars" offered him as gate charges by tourists.

"People expect a gate fee, we need it to amortize our investment and to put more money back into recreational area development," Haworth stated. "Over the long haul we are not making enough to cover this."

Needed More Fees
Johnston said he needed more fees to cover an expand-

ed cleanup operation in and out of the campground areas. "My crew puts in at least 16 hours a day now. We need more people to put in shorter shifts. None of my people are allowed to receive any tips or boat-handling fees."

The concessionaire said his conversations with tourists show they are "amazed at the developmental work done here in such a short time." County Judge Earl Miller added that Jackson county would be among leading Oregon counties in recreational development in two or three years.

A number of people do not realize the extent of the facilities available to them at Howard Prairie in spite of the widespread publicity, Johnston noted. He severely criticized the lack of state and national publicity given the area for tourist promotion.

"Emigrant will be a marine operation and cannot be compared to Howard Prairie," he remarked. Judge Miller noted that an 18-inch long rattlesnake was found at Emigrant the other day which may indicate a few other snakes are present.

