Oregon Economic Growth for 1963-64 Seen

Rogue Valley Edition

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Communist Party of U.S. Guilty; Fined $120,000

Jury Deliberates 35 Minutes To Reach Verdict

Defense Attorneys Planning To Appeal

Washington –UPI– The Communist party of the United States was found guilty today by a federal court jury of failing to register as an agent of the Soviet Union and quickly fined $120,000.

The jury of eight women and four men deliberated only 35 minutes before announcing its verdict of guilty. District Judge Alexander Holtzoff immediately imposed the fine.

Plan To Appeal

Defense attorneys said they would appeal the case to the U. S. Circuit Court of Appeals here.

The fine will be held in abeyance pending the appeal.

The next step in the government's 12-year legal battle against the party and its leaders will be the trial of two officers, General Chairman Gus Hall and National Chairman Benjamin Davis, on charges of failing to register under the same 1960 act, commonly called the McCarran Act.

Both have been indicted but no trial date has been set.

Maximum Fine

Holtzoff imposed the maximum fine of $10,000 for each of 12 counts. The first 11 counts charged deliberate failure to register on 11 consecutive days beginning Nov. 20, 1961. The 12th charged failure to fill out an information form listing names of members, officers and contributors to the party.

The conviction could be appealed all the way to the Supreme Court. Defense attorneys said even though Judge Holtzoff excluded the issue of self-incrimination from jury consideration, they would still base their appeal on that question as well as several other considerations.

BRIEF FLING—Two convicts broke out of Alcatraz Federal Penitentiary Sunday but were recaptured within three hours. One of them, John Paul Scott, right, swam three miles from Alcatraz Island to a rock under the Golden Gate bridge, and the other one D. Lee Parker, left, was captured within 28 minutes after he escaped. (UPI)

Alcatraz Inmates Have Brief Fling At Outside World

San Francisco – UPI – The myth of "invincible Alcatraz," tarnished six months ago when three inmates disappeared from the island prison in San Francisco bay, was shattered a second time Sunday night when two convicts escaped from "The Rock."

Both men were captured in a matter of hours.

John Paul Scott, 35, a Kentucky bank robber, floated and swam three miles through the churning, rain-swept bay and landed on a rock under the Golden Gate Bridge.

Scott and another bank robber, D. Lee Barker of Canton, Ohio, escaped from "The Rock" around 5:47 p.m. when their absence was discovered.

Found at Fort Point

Parker was captured 28 minutes later as he shivered on a rock outcropping known as "Little Alcatraz," only 100 yards off the main island.

But Scott, using a makeshift set of water wings including an inflated shirt and several pair of surgical gloves, made it to Fort Point, a Civil War fortress directly under the bridge on the San Francisco side.

He was seen there by two unidentified teen-age boys who called the military police at the Presidio of San Francisco. A team of MP's and firemen captured the shivering, speechless convict at about 7:30 p.m. A spokesman at Letterman Army Hospital, where he was treated for exposure, said he had been in the water at least an hour and a half.

It was the first instance of a convict actually negotiating the cold, fast-moving bay and reaching shore in the 28 years Alcatraz has been a federal civilian prison.

'Wish I Made It'

On June 11, three bank robbers from the South—Frank Morris, John Anglin and his brother Clarence—disappeared off the northeast edge of Alcatraz and have not been seen or heard from since. The FBI and federal prison authorities presume they drowned, but their bodies have not been recovered.

Late Sunday night Scott was transferred from the hospital to a Coast Guard launch which returned him to Alcatraz, about six hours after he left it.

"I wish I could have made made it," Scott yelled to reporters as he was loaded onto the launch.

Federal authorities declined to speculate on how Scott and Parker got out of their cells. The only clue came from a doctor who treated Scott. He said the convict disclosed he had used cleanser to smooth the bars, but would not say whether he sawed through them and if so, what implement he used.

A prison spokesman said there was "some indication" the two men escaped from the basement of their eating unit through a window.

Parker is serving a 50-year term for bank robbery, attempted escape and kidnaping. Scott was sentenced to 30 years for bank robbery and possession of unregistered firearms.

Bundy Denies Source of Article

Washington – UPI – Presidential adviser McGeorge Bundy said Sunday that neither he, nor any other member that he knew of, disclosed what went on in the National Security Council during the Cuban crisis.

Bundy has been identified in some reports as the source of a Saturday Evening Post article in which Adlai E. Stevenson was pictured as advocating a "soft approach to Russia during deliberations prior to the U.S. blockade of Cuba. He is special presidential assistant for national security affairs.

He said he did not believe anyone who participated in the National Security Council discussions on Cuba "would want to get into talking with reporters about individual positions" taken at the meetings.

EIGHT ELECTED

Astoria –UPI– Eight members have been elected to the board of directors of the Columbia River Fishermen's union, secretary William Westerholm reported today.

Youth Remanded On Murder Charge

McMinnville – UPI – Larry Richard Waibel, 17, Carlton, was remanded to circuit court today for trial as an adult on charges of premeditated murder by Juvenile Court Judge R. E. Renne.

The youth was accused in the rifle slaying of Mrs. Mae Pinnell, 69, Carlton, last Thursday.

Judge Renne said at the juvenile hearing that Waibel was approaching the age of 18, the crime was serious, and he wanted him to have the benefit of a trial by jury.

RECEIVES GRANT

McMinnville – Linfield college is included in a program of Sears, Roebuck and company to distribute almost $900,000 in unrestricted grants under a new program of aid to privately supported colleges and universities. Linfield received a $1,200 grant for Sears, according to Dr. Harry L. Dillin, Linfield president.

NEWS BRIEFS
ITEMS FROM AROUND THE GLOBE

MACMILLAN FLIES TO BAHAMAS MEETING

London–UPI–Prime Minister Harold Macmillan flew today to meet President Kennedy in the Bahamas, expressing confidence that the Skybolt missile issue, which has created the worst Anglo-American rift since the Suez crisis, could be settled.

SATELLITE SEEKS DATA ON SPACE DEBRIS

Washington–UPI–A new U.S. satellite flashed around the earth today with instructions to gather information on tiny bits of space debris that could prove dangerous to space travel.

The satellite, Explorer 16, began its second day with all equipment and experiments aboard apparently working satisfactorily.

SENEGALESE GENDARMERIE EJECT LEGISLATORS

Dakar, Senegal–UPI–Troops of the Senegalese National Gendarmerie took over the Parliament building today and forcibly ejected all legislators from the building.

Rusk Reports to JFK, National Security Council

President Readies To Meet Macmillan

Washington–UPI – President Kennedy and members of the executive committee of the National Security council today heard a report from Secretary of State Dean Rusk on his recent meeting with the North Atlantic council in Paris.

Rusk returned Sunday and made his first report at the White House today as Kennedy prepared to leave Tuesday for high-level talks in the Bahamas with British Prime Minister Harold Macmillan.

President Kennedy's review of his first two years in office will be seen on KBES-TV at 6:30 p.m. and on KMED-TV at 8:30 p.m. The lighting of the national Christmas tree will be seen on KBES-TV at 4 p.m.

Macmillan, who left London today for Nassau, will greet the President on arrival. The two leaders will go to their separate quarters on Lyford Cay. They will not begin their formal talks until Wednesday morning.

The President will appear on nation - wide television twice today.

To Review Term

Shortly after 2 p.m. (PST) he appears at the lighting of the national Christmas tree and again at 3:30 p.m. (PST) over the three major television networks in a one-hour review of his first two years in office.

The review was taped Sunday in the President's office where he was interviewed by White House correspondents for the National Broadcasting company, the American Broadcasting Co. and the Columbia Broadcasting System.

Among the subjects to be taken up at the Kennedy-Macmillan conference is British resentment at U.S. plans to scrap the Skybolt missile on which Britain has depended as its primary nuclear deterrent.

Kennedy plans to fly directly from Nassau to Palm Beach Thursday to join his wife and two children for the holidays.

Portlander Heads Lumber Group

Portland – UPI – Hershel M. Tanzer, Portland lumberman, has been elected president of the 45-member Western Lumber Marketing Association.

WLMA is a 2½-year-old organization of sawmills and wholesalers in Oregon, Washington, California, Montana, Idaho, British Columbia and Alberta.

Also elected during the WLMA's annual convention here were Denby Mackie, Timerlane Lumber Co., Eugene, first vice president; E. R. Taylor, W. H. Steele Lumber Co. Ltd. Vancouver, B.C., second vice president; Doug McKay, Alexander Lumber Co. Seattle, third vice president; William Andrews, Alpine Lumber Co. Portland, secretary, and Edward W. Moshofsky, Whipple & Moshofsky Lumber Co. Portland, treasurer.

DDT May Be Harmful To U. S. Bald Eagle

Newark, N.J. – UPI – DDT may be affecting the reproduction of the bald eagle, the U.S. national symbol.

Frank W. McLaughlin, executive of the New Jersey Audubon Society, released details this week end on the DDT content of three eagle eggs that failed to hatch.

The three eggs were collected in New Jersey and tested at the Department of Interior Patuxent Wildlife Research Center in Laurel, Md.

SPECTACULAR SIGHT—The famous Rose Bowl at Pasadena, Calif., its neon sign lighted brightly, drew almost as many persons as it will Jan. 1 for the annual Rose Bowl football game when a quick spreading brush fire consumed more than 500 acres of valuable watershed and provided a spectacular sight for motorists. (UPI)

County's Flood Loss Estimated To Be $1,156,550

The Dec. 2 flood did an overall estimated damage of $1,156,550 to Jackson county, according to a survey headed by C. C. Hoover, Gregory rd., and County Agent Earle Jossy.

A survey committee headed by the two men estimated $436,000 for the Antelope and Little Butte creek areas without the city of Eagle Point. A total of $70,000 damage was estimated for Eagle Point, including damage to homes.

Larry Sheehan, Rogue River mayor, estimated $123,000 damage between Rogue River and the Josephine county line.

All irrigation districts' estimated their overall system damage at $100,000 total.

Medford officials estimated damage to the city, without the stores, at $25,000. Orchard damage was estimated at $15,000. This included damage to approximately one-third of the orchard acreage in the Rogue valley, covering erosion, cover crop and fertilizer loss, plus orchard heaters lost or damaged and loss of oil.

Recovered Heaters

One orchardist reported he recovered 200 orchard heaters which had floated from Vilas rd. to the Crater Lake highway.

Main loss estimated to the remainder of the valley's agriculture was erosion, creek bank, ditch and fence damage, plus damage to driveways, bridges, buildings, hay and equipment loss.

Damage to fences was a big item, Jossy said. Fields covered with gravel and strewn with logs is another. The fields in the Brownsboro area have enough logs to keep Medford Corporation running for a few days, it was estimated. A grand piano was found in a Brownsboro field.

The Red Cross, soil conservation districts, various city and county agencies and farmers conducted the survey.

Jossy said the damage to farms did not include such things as reducing the economical operating units of farms. The survey was made to supply the Small Business administration, and other loan agencies with the needed basic information for emergency loans.

Telephone Firm Official Beaten

Portland – UPI – Police searched Sunday for two young men suspected of beating up a telephone company supervisor east of Portland.

Harland L. Hollingsworth was recovering in Gresham General hospital. He told officers he was attacked by two men who flagged him down and said they ran out of gas.

Hollingsworth was found leaning from his car by Mr. and Mrs. Earl A. Klaus of Troutdale. They said a short while earlier they had helped two men push a stalled car with California plates.

Hollingsworth is a supervisor for Pacific Northwest Bell Telephone company.

Laughton Funeral Will Be Wednesday

Hollywood – UPI – Private funeral services will be held Wednesday for Academy Award winning actor Charles Laughton, 63, who died Saturday night after a long, courageous battle with cancer.

(See story on Page 2B)

Release of Cuban Captives Believed Near Completion

By United Press International

James B. Donovan, chief negotiator for the release of the 1,113 prisoners captured during the Bay of Pigs invasion, left New York suddenly Sunday night for Cuba to try to complete final arrangements for the captives' release before Christmas.

Donovan was accompanied by Alvaro Sanchez Jr., national chairman of the Cuban Families Committee for the Liberation of Prisoners of War, and Mrs. Berta Barreto, committee co-ordinator in Havana.

The three were reported in Miami waiting final word of an appointment with Cuban Premier Fidel Castro.

Received Call

A committee spokesman said Donovan received a phone call instructing him to leave for Cuba Sunday night.

"We are very hopeful this whole situation can be cleared up in the next few days," a committee spokesman said. "We're back in a cliff hanging situation."

In Washington, a State Department official said Donovan's passport has been validated for a trip to Cuba.

Donovan, a key figure in the efforts to raise $62 million worth of medicine, food and other supplies which Castro has demanded as "fines" for the prisoners, said Sunday in New York he could not comment on the status of the negotiations "for the time being."

A spokesman for the American Red Cross said the Farrell Lines freighter (African pilot) was standing by in Baltimore harbor to carry supplies to Cuba for the barter "when and if needed."

To Sail Today

A Farrell Lines spokesman indicated the ship would sail today but declined to give its destination. A call went out for a sailing crew to report.

The Baltimore Sun said the ship tentatively was scheduled to sail for Miami today to pick up $13 million worth of medicines and food and then sail to Havana. It said the prisoners would be flown back.

In Havana, a usually reliable informant said the deal was near completion, with only details remaining, such as which prisoners will be released first and how the exchange will be coordinated.

Petition Filed About Hearing

Mrs. Ann Todd, Eagle Point, has filed a petition in Jackson county circuit court seeking judicial examination and judgment regarding a hearing and order for inclusion of new lands and altering the boundaries of the Eagle Point Irrigation district.

She is asking the court to determine whether the EPID board of directors "acted arbitrarily, reasonably, fairly, justly and equitably" regarding the hearing and order of Nov. 16. District directors Elbert Bigham, Phillip Nevin, Stanley Straus and District Manager L. R. Silveira are named in the action.

In her petition, Mrs. Todd stated the board overruled objections to the petition for inclusion of the land.

She further charges that during the hearing the board did not hear or consider evidence to determine the best interests of the district. The petition states that there were no inclusion proceedings and the board's recent action was unfair and unjust in preference to land not in the district.

Tableau of Nativity Scene Is Scheduled

Tonight at 8 o'clock the first of six tableaux of the nativity scene will be held in the city park next to the Public Library of Medford and Jackson county.

The tableau, sponsored by the Medford Ministerial association, will feature members from the various churches in the area. Choirs from the churches will also sing each evening.

Tonight's participating church will be First Church of the Nazarene; Tuesday, Salvation Army; Wednesday, First Presbyterian; Thursday, First Methodist; Friday, First Christian, and Saturday, Zion Lutheran.

The tableau will be in the park between 8 and 8:30 each evening.

PROBE STARTS

Washington –UPI– A Federal Maritime commission investigation has been started on a proposed dual rate system in trade to Hawaiian and other ports for the Trans-Pacific freight conference of Japan.

WEATHER

FORECAST: Mostly cloudy through Tuesday. Valley fog and low cloudiness tonight and Tuesday morning. Low Tuesday and Wednesday mornings 40-45. High Tuesday 50-55.

	Temp.
Highest Yesterday	51
Lowest This Morning	45
Precip. to 16 a.m. Today	.18

Our Skies Tonight

Sunset today	4:46 p.m.
Sunrise tomorrow	7:35 a.m.
Moonrise tonight	11:22 p.m.
Last Quarter	Tuesday
The planet, Venus, rises	4:32 a.m.

This week it is at its greatest brilliance, brighter than it has been at any time since December, 1957.

Oregon Traffic Takes Four Lives During Week End

By United Press International

Four persons lost their lives in Oregon traffic accidents during the week end.

Burnell Ernest Ober, 34, Portland, died shortly before midnight when his pickup truck overturned east of the Portland city limits.

He was pronounced dead on arrival at Gresham General Hospital.

Kenneth Queahpama, 23, of Warm Springs, was killed Sunday when he was hit by a car on U.S. Highway 26 two miles southeast of Warm Springs. He was struck by a car driven by Wynema Squimpen, 20, Warm Springs.

Girl Killed

A 17-year-old girl was killed in a one-car accident on the Columbia River Scenic Highway 1½ miles east of Bridal Veil Saturday. She was Donna Lee Oney, a senior at Marshall High school.

The driver of the vehicle, Lawrence Cordano, 18, Portland was arrested by Multnomah county sheriff's deputies and charged with negligent homicide. His car skidded off the road and over a 12-foot embankment.

Denzil Hoover, 52, Taft, was fatally injured Friday night when his pickup truck collided with a car on U.S. Highway 30 near Rooster Rock State Park.

In addition, Louis Parker, 48, Hood River, died in a Washington hospital Sunday of injuries suffered Oct. 9 when the car in which he was riding failed to negotiate a curve and rolled over 15 miles north of Orondo, Wash.

Hearing on Utility Area Is Continued

Salem – UPI – Postponement of a Public Utility Commissioner hearing on a West Oregon Electric Cooperative application for an allocation of an exclusive utility service area in Clatsop county was announced.

The hearing, scheduled to be held in the county courthouse at Astoria next Wednesday, has been continued to Jan. 21.

Commissioner Jonel C. Hill said Pacific Power and Light company, Portland, a protestant to the application, had filed an application for continuance.

West Oregon, on Nov. 13, filed an application for allocation as exclusive serving agent, of the area in and around the old Tongue Point Navy base near Astoria. West Oregon presently serves the Maritime Commission base there.

Special Services Officer To Retire

Chicago –UPI– Fifth Army Headquarters announced today that Col. Arthur W. Gustafson, Fifth Army special services officer, will retire Dec. 31 and will become executive director of the Chicago United Service organization.

Gustafson headed the athletic departments at Klamath Falls and Milton - Freewater High schools in Oregon, and Whitworth college, Spokane, Wash., prior to joining the army in April, 1941. He was graduated from Oregon State college in 1933.

Area Allocation Application Filed

Salem – UPI – California-Pacific Utilities company, San Francisco, has filed an application under the new state utility area allocation law, according to Public Utility Commissioner Jonel C. Hill.

Cal-Pac is asking the state to allocate to it the areas in Harney, Baker, Grant and Umatilla counties where it serves as the exclusive electric energy distributor.

Hill said several hearings would be scheduled because of the widely separated areas involved in the application.

Tax Commission Chairman Visions Good Prospects

Legislators Given Fiscal Orientation

Salem – UPI – A modest growth in Oregon's economy during 1963, and a more rapid pickup in 1964, was forecast today by Oregon Tax Commission Chairman Charles H. Mack.

Mack made the forecast as the three-day legislative fiscal orientation conference got under way here.

Members of the 1963 Legislature gathered here for a comprehensive briefing of proposed revenue and expenditure programs for the 1963-65 biennium.

Freeman Holmer, director of the Department of Finance and Administration, gave the 69 legislators present a summary of the proposed 1963-65 biennium budget announced by Gov. Mark Hatfield on Dec. 1.

Time Said Appropriate

In discussing the $5.5 million veterans' bond money the governor has recommended be transferred back to the general fund to keep the state from running in the red this biennium, Holmer said "the time is appropriate for making the decision, the need is now."

He explained that Atty. Gen. Robert Y. Thornton had questioned the constitutionality of making the transfer, and told legislators that question could be submitted to the voters as a constitutional amendment.

Sen. Alfred H. Corbett (D-Portland) opened the meeting. He is chairman of the Legislative Fiscal committee.

Mack said "in looking at the prospects for Oregon in 1963 we are forced to conclude that there is no evidence in sight of any unusual gain."

He predicted an economic growth of from one to two per cent next year, and about five per cent during 1964.

Will Keep Up

He said if the growth next year is larger than expected, a smaller upswing will take place in 1964.

For the period beyond 1964, Mack predicted Oregon's economy "will at least be able to keep up with the national pattern."

He said "our gain in 1963 will come from economic activities other than lumber and wood products and agriculture.

"We expect gains to be recorded in wages paid by most other kinds of manufacturers, service enterprises, trade businesses and governments.

"Many non-wage types of personal income will also increase," he said.

In reviewing business during this year, Mack pointed out "consumer spending has not come up to expectations."

Above Average

He said there were reports that Oregon's personal income increased 8.2 per cent through September of this year. He explained this is a larger gain than in California or Washington, and was well above the national average of 6.3 per cent.

"This year, by the usual indicators, is a better year than 1961, but is not as good as the council of economic advisers anticipated last January," he said.

In sessions scheduled this afternoon, Gov. Mark Hatfield's operating budget for 1963-65 was to be reviewed.

Woman Changes Story of Stabbing

Portland – UPI – A 42-year-old Portland babysitter has told police her story of being stabbed by a burglar last week was false.

Mrs. Kathleen Galvin said she stabbed herself because she was despondent over money problems. She is recovering from shoulder wounds.

Damage, Death Toll Mounts in Great Britain

London — UPI — Winter floods, snows and winds up to 117 miles an hour caused heavy damage and loss of life to parts of Britain and the European continent Sunday.

Weather forecasters predicted more of the same today for the southeast coast of England.

The hurricane-force winds which whipped across Great Britain Sunday caused at least $2.8 million damage.

At least 43 persons were believed killed.

Twenty-three crew members of the German freighter Nautilus were dead or missing after the ship sank off the Dutch coast early Sunday.

Another 10 persons died in Britain in car accidents or when chimneys and roofs collapsed. Ten more were killed in Bavaria, where snow and ice turned roads into paths of death.

Weather forecasters predicted moderating winds today, except on the southeast coast of England, where more gales were expected to whip the English Channel to flood tide.

The winds ripped up trees, smashed road signs to the ground, twisted television aerials and toppled chimneys and walls.