

Kennedy Promises To Study Mountain Sheep Controversy

BY A. ROBERT SMITH
Tribune Washington Correspondent

Washington—President Kennedy has promised a Northwest private power company president to take a look at the High Mountain Sheep dam controversy to see if there is any justification in the federal government's claim that four Northwest power companies should be denied permission to build that hydroelectric project just below Hells Canyon in the Snake River.

The chief executive made the promise in answering a question from Jack Corrette, president, Montana Power Co., after speaking at a luncheon sponsored by the Committee for Economic Development.

Corrette's utility is one of four companies from Washington, Oregon and Montana which has applied to the Federal Power Commission for a license to build High Mountain Sheep dam. But Interior Secretary Stewart Udall has intervened at the FPC to urge against private development and in favor of construction by the U. S. Bureau of Reclamation. The final oral argument in that dispute is scheduled before the FPC May 20, after which a decision is expected on the competing utilities and Washington Public Power Supply System, a group of public utility districts which want to build Nez Perce dam.

Question Prefaced
Following Kennedy's speech to the CED luncheon, in which he urged support for a tax cut to stimulate economic growth, Corrette shot him the first question, prefaced by a short speech in which he said:

"I know around this country of a number of projects involving hundreds of mil-

lions of dollars of new capital expenditure which would be carried out immediately if it was not for the position of the administration, which I am quite convinced is adverse to the electric utility industry in America. I am wondering if you believe that a more favorable attitude towards that industry might not be a stimulant to the economy, which would be highly desirable at this time in our national situation?"

Kennedy asked him to specify "what is it in the attitude of this administration which has had this adverse effect?" Corrette replied that "there are certain very major projects in this country which cannot go forward either because of the desire of the United States to try and build a federal project with taxpayers' money, or because of the opposition of the United States to the building of certain projects in this country."

When Kennedy asked him "what projects?" the power executive named the High Mountain Sheep project. The president replied: "Let me just say that the standard which I have always followed was that if a private company can develop a site and provide a service more satisfactorily than the federal government, then the private company should go ahead. Indeed, as I said, I would put the burden of proof upon the federal government to prove either that the site will not be adequately developed, that the service would not be satisfactory, and that only the federal government can do it before I would support the project."

Investments Substantial
"Now the fact of the matter is that the electric industry did very well last year in the tax bill which passed the Congress. It is not only large, but also prosperous. Its investments, as you pointed out, are substantial. It may be that on some sites, such as Hells Canyon, which I recall in the 30s, or other sites in the 60s, there will be disagreement about who should develop a site. But I will be glad to look at that again."

"But my judgment, the standard I will use is the one I have described. I think even with that standard there will be occasions when we will disagree. But I think if you look back over the last 30 years, that the public development in power really has not adversely affected the private power industry; that the last 30 years have been years of great investment, substantial profits, substantial return, and that there has been a place for each, and I assume there will be in the future. But I will be glad to look at this particular project with your special interest in mind."

Grandson - Mr. and Mrs. Albert Prevot of Shaw, Miss., are parents of a son born May 9 in the Medical Center at Memphis, Tenn. Mrs. Prevot is the former Susan Inskeep and the baby is the grandson of Mrs. L. D. Inskeep and the late Dr. Inskeep of Medford.

Locals

Patients Listed - Mrs. Yelva R. Olson, post office box 223, Eagle Point, was listed today as a medical patient at Sacred Heart hospital. A surgery patient there was Jack R. R. Bidwell, post office box 4, Gazelle, Calif.

Bed Damaged - A day bed and bedding were damaged about 4:40 p.m. Tuesday at the Clyde S. Taylor home, 120 Newtown st., Medford firemen reported. They said that the bed was ignited when an electric heater plugged into an extension cord shorted.

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SHOW STARTS AT DUSK
Theatre
WE PROUDLY PRESENT

1st RUN
SHOWING OF

JERRY WALDS production of
Hemingways ADVENTURES OF A YOUNG MAN

THE BAKER
THE CALVERT
THE CLARK
THE DALEY
THE DUNN
THE HERNANDEZ

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AWAITS CAPTURE - Blinking big brown eyes and cringing into the farthest corner of a fish holding pond into which he had followed migrating steelhead, a big California river otter awaits capture at the Iron Gate hydroelectric project on the Klamath

river. Biologists of Pacific Power and California state who later freed the rare specimen downstream reported the male weighed 30-40 pounds, and was more than three feet long.

California River Otter Set Free After Capture by PP&L
Hornbrook, Calif. - A big California river otter, a rarity in the wildlife of the state according to biologists, has been freed into the Klamath river near here after getting into the fish collecting facilities of Pacific Power and Light company's Iron-Gate hydroelectric development. Pacific Power fisheries biologist Jack Hanel reported the otter was observed swimming in the fish ladder and is presumed to have followed migrating steelhead and trout into a canopy-topped pickup truck and carted a mile or so downstream and freed. "Our friend loped about half-way to the river bank, and then turned to stare at us for a moment as if we were out of our minds to have released him," Hanel said. "The Pacific Power biologist reports the full name of the specimen is *Lutra canadensis brevipes*, but they dubbed him "Lutra."

Capitol Memo

Sales Tax May Be Inching Closer To Ballot in Oregon
BY ZAN STARK
Salem - UPI - Sales tax advocates may be inching closer to getting their program to a vote of the people. While it now appears unlikely it will happen this session, indications are that the sales tax issue could dominate the 1965 session. An increasing number of legislators - including many of the strong anti-sales tax lawmakers - feel the voters should be given a chance to make the decision for themselves. It's been almost a decade since there has been a statewide vote on a sales tax. At present, the House still is strongly anti-sales tax, and the Senate is pro-sales tax. In both the 1959 and 1961 sessions the Senate substituted a sales tax for House-approved tax measures. The House was able to vote down the maneuver on both occasions. Nationally, 37 states now impose sales taxes. Oregon's neighbors to the north and south, Washington and California, both levy a 4 per cent sales tax. Proponents argue that it is a "painless" tax, and in most cases produces more revenue than was anticipated. It is termed "painless" because consumers don't seem to be aware of how many pennies they pay in sales taxes each year. Opponents charge a sales tax is unfair to low-income families because the tax takes a bigger percentage of their money. Indiana was the latest state to impose a sales tax. Four other states have boosted existing rates this year to meet the need for more revenue. Several other states are considering rate boosts, and others have closed "loopholes" and tightened up collection procedures. Pennsylvania is considering a 5 per cent hike which would take its sales tax to 4.5 per cent, the highest in the nation. The states that do not now levy a sales tax, in addition to Oregon, are Alaska, Delaware, Idaho, Massachusetts, Minnesota, Montana, Nebraska, New Hampshire, New Jersey, New York, Vermont and Virginia. Last year the sales tax

states collected more than \$5 billion. Thirty states rely upon the sales tax as their major revenue source. While a sales tax may be "painless," it is not without its headaches. Some states ease the problem by collecting the tax on everything. But when there are exceptions, there are headaches. If you exempt food, do you also exempt restaurant meals? If drugs are exempted, are such items as aspirin and band-aids considered drugs? The sales tax plan that was killed in the House this session exempted food and farm supplies. A businessman who has to pay a sales tax when he buys a delivery truck won't agree that a farmer should be exempt from the tax when he buys a tractor. Retailers have forms to compute and file with the tax commission. Wholesalers have to determine when the tax is chargeable, and when it is to be passed on to the retailer to collect. The Tax Commission will have to employ an army of auditors to keep an eye on retailers, and more auditors to handle the additional paper work. The need for more money to run the state is adding impact to the demand for a sales tax. Legislators can sidestep having to make the decision by voting to let the people make their own decision.

Births
BONNEY-To Mr. and Mrs. Gerald Dee, Drew rural station, Tiller, May 15, 1963, a boy, 8 1/2 pounds, at Rogue Valley hospital.
FURRY-To Mr. and Mrs. Fred Robert, 4557 South Pacific highway, Phoenix, May 15, 1963, a girl, 7 3/4 pounds, at Rogue Valley hospital.
WALCH-To Mr. and Mrs. Harold K., 1100 Spring st., May 15, 1963, a boy, 9 3/4 pounds, at Rogue Valley hospital.
SCHROEDER-To Mr. and Mrs. Douglas Christian, 851 West 13th st., Medford, May 16, 1963, a boy, 7 3/4 pounds, at Rogue Valley hospital.
MEDCALF-To Mr. and Mrs. Louis W., 119 Fern Valley rd., Medford, May 16, 1963, a girl, 8 pounds, at Rogue Valley hospital.

Weather
FORECASTS
Medford and vicinity: Fair and warm tonight and Friday. Low night 40. High Friday 85.
Western Oregon: Fair and warmer through Friday. Low tonight 40-45. High Friday 80-85.
Northern California: Fair tonight and Friday. Local fog or low cloudiness in morning near coast.
LOCAL DATA
TEMPERATURE: Mean yesterday 66. Above normal 1. Record high this date 93 in 1908. Record low this date 30 in 1917.
PRECIPITATION: 24 hours to midnight, none. Midnight to 10 a.m., none.
Total this month 2.12 inches. 1.41 inches above normal.
Total since Sept. 1, 25.35 inches. 7.94 inches above normal.
HUMIDITY: Lowest yesterday 27%. Highest this a.m. 96%.

CITY	High	Low	Prec.
Brookings	66	46	
Crater Lake	52	39	
Grants Pass	73	41	
Howard Prairie	62	32	
Klamath Falls	63	41	
Medford	70	40	
Portland	62	34	
Seattle	63	46	
Spokane	67	40	
Yakima	70	33	
Eureka	59	53	
Red Bluff	85	54	
Sacramento	81	51	
San Francisco	68	51	
Los Angeles	74	58	
Phoenix	99	62	
Denver	83	45	
Chicago	52	44	
Miami Beach	83	75	
New York	73	54	
Washington, D. C.	74	58	

Over-the-Counter Western Stocks
By United Press International
Bank of America 67 1/2 87 1/2
Cal Pac Util 27 20 1/2
Con Freight 13 14 1/2
Cyrus Mines 22 1/2 24 1/2
Equitable & L 37 1/2 37 1/2
1st National Bank 66 1/2 69 1/2
Janzen 21 22 1/2
Morrison Knudsen 31 32 1/2
Mull Kennel 3 1/2 4 1/2
N.W. Natural Gas 36 1/2 38 1/2
Oregon Metallurgical 1 1/2 1 1/2
PGE 20 1/2 21 1/2
PP&L 27 1/2 29 1/2
U.S. National Bank 74 1/2 77 1/2
West Coast Tel 24 1/2 25 1/2
Weyerhaeuser 32 33 1/2

Annexation of Area Faces Opposition From Land Owners

Ashland - Annexation of District 3 in the Bellview area faces stiff opposition from a group of property owners who made an unsuccessful attempt to file with the city recorder letters requesting the removal of their names from the annexation petition. The district extends from Highway 99 up the center of Tolman Creek rd. to the south boundary of the south line of the Frank Hoehner property thence across to Clay st. The proposed annexation area also includes the Siskiyou Market property at the intersection of Highway 99 and an adjoining piece of property.

The annexation petition was presented by Chester Squire and Harry Hawk at the Monday night meeting of the city planning commission. Wednesday morning Milton Hamilton, chairman of the Anti-Annexation committee, attempted to file copies of letters addressed to the city council, Hamilton indicated that a sufficient number of persons have requested removal of their names from the annexation petition to preclude the necessary two-thirds of property owners and land areas Hawk and Squire told the planning commission that they have more than the required number of signatures. Also mailed to the district attorney, the Ashland city council, the city planning commission, William Briggs, Chester Squire and Harry Hawk were copies of a petition bearing the signatures of a solid block of landowners in the proposed annexation of District 3 below Highway 99 "asking withdrawal from the proposed annexation area and consent to referendum thereto."

It is expected that proponents will be on hand for the May 21 city council session. She was a member of Crater Lake chapter DAR, Chapter BE of PEO, a charter member of the Girls' community club board of directors, Zuleima Temple Daughters of the Nile and the Wednesday Study club. She was treasurer for the Girls' Community club for almost 30 years. Her husband, Major M. Morris, preceded her in death in 1956. Survivors include two brothers, Robert B. Lawton, Watsonville, Calif., Denison F. Lawton, Medford; one sister-in-law, Mrs. Rose Hermanson, Medford; three nieces, Mrs. Jerry Mansfield, Medford, Mrs. Grace Wright, Medford, and Mrs. Jean Carr, New York. Friends who wish may contribute to the charity of their choice.

Private Services For Mrs. Morris Scheduled Friday
Private funeral services for Lorraine (Polly) Morris, of 885 South Stage rd., who died Wednesday, will be held Friday at Perl Funeral home, The Rev. Bernard Andrews, pastor of First Baptist church, will officiate. Interment will be in Siskiyou Memorial park.

Investment Funds
Neon quotations on selected stocks:
Fund Bid Ask
Bullfinch 12.53 14.83
Chemical Fund 11.23 12.23
Colonial Energy 12.49 13.85
Eaton Howdr Bk 14.06 15.19
Fidelity 18.24 17.56
Fundamental 9.90 10.85
Group Sec - Ava-Elec 7.63 7.71
Group Sec - Com Sbk 13.46 14.74
Hamilton CT 3.15 3.63
Keystone B-3 16.84 18.15
Keystone B-4 10.10 11.03
Keystone K-2 3.26 3.78
Keystone S-1 15.01 16.38
Keystone S-2 12.99 14.18
Keystone S-3 4.29 4.69
Keystone S-4 8.23 8.99
Mass Inv Growth 7.58 8.72
National Growth 18.80 20.32
TV-Zlec 7.36 8.24
United Accum 14.59 15.95
United Canada 18.54 20.12
United Continental 6.94 7.58
United Income 12.48 13.84
United Science 6.82 7.34
Value Line 5.36 5.96
Variable 6.77 7.32
Wellington 14.64 15.98

Water Carnival Is Slated in Ashland
Ashland - Jackson county girls, single and between the ages of 16 and 21 years, have an opportunity to take part in the Ashland Water Carnival at Emigrant lake June 23. Between now and May 31 entrants may apply for registration blanks at the Ashland Chamber of Commerce office on the Plaza to compete in the Aqua Queen contest. Plans for the week-long celebration are under the direction of the Jaycees who will sponsor the Queen's Coronation dinner dance in the Mark Antony hotel ballroom June 15. The Aqua Queen and two princesses will be chosen to reign during the ensuing week and will be entertained by various Ashland groups. They will also take part in a parade June 22 when water sports will be featured. Sunday, June 23, beginning at 1 p.m. skiers are to put on an exhibition contest at the lake under the direction of the Rogue Aqua Ski club. There will be no admission charged for the water carnival and entertainment will be included. Local marine dealers will have displays and demonstrations and there will be prizes for the winning contenders. Whitland Locke of the chamber is publicity chairman for the June event.

Spanish FOODS
Every Thursday
5 p.m.
'til 2 p.m.
All You can eat
\$3
New Dishes each week
Includes Large Salad Bar
to choose from
Bill & Eddie Duo
Entertaining every
Nite except Tuesday
with smooth dance music
We cater parties and groups
DARDANELLE
Gold Hill Jct. & Interstate 5

Portland Livestock
Portland - UPI - USDA - Cattle 25, calves none, no early test. Hogs 25; one lot 1 and 2 barrows and gilts steady at 17. Sheep 25; no early test.

THEATRE INFORMATION PHONE 773-7323
CRATERIAN PHONE 772-6424
NOW SHOWING
A SWELL DOUBLE BILL!

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"My Six Loves"
THE FUNNIEST
FIX A GIRL
EVER GOT
INTO!
CLIFF ROBERTSON - DAVID JANSSEN
Eileen Heckart - Hans Conried - Mary McCarty - Alice Ghostley - Gail Patrick - Gene Dempsey
John Farrow and Joseph Calvert and William Wood - JOE JARVIS MUSIC - A PARAMOUNT RELEASE
RENEGADE OUTLAW! KENT TAYLOR
THE FIREBRAND LISA MONTELL
A 20th CENTURY FOX PRESENT
VALENTIN DE VARGAS

STARLITE PHONE 772-7710
DRIVE IN
SOUTH PACIFIC HIGHWAY
NOW SHOWING!

I WANT YOUR WOMEN!!
EXPOSED...
One of the blackest
pages of human
history - The
enslavement of the
SABINE WOMEN.
THE WELL
ONLY A
WOMAN
CAN KNOW
THE SHAME OF THE SABINE WOMEN
COLOR

SHE WAS TRASH! She would do anything for a price!
HOT MONEY GIRL

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KYJC / 1230
Monday Through Friday 5 P.M.

the Lynchpins
In Concert Tuesday, May 21
Hedrick Jr. High Auditorium, 8:30 P.M.