

Railroads, Unions Agree To Request Higher Payroll Taxes

Assembly Seeks Budget Approval In California

Sacramento—UPI—The Assembly moved quickly today to push for approval of an augmented budget to operate California's huge state government during the current fiscal year.

In a series of dramatic events, the Senate's week-long stalemate over the administration's spending program was broken Monday. It was a major victory for Democratic Gov. Edmund G. Brown.

By a 34-6 vote and with no debate, the upper chamber adopted an \$84.9 million budget augmentation measure and sent it to the Assembly. But the lower chamber wasn't necessarily going to rubber stamp the bill.

Assemblyman Robert W. Crown (D-Alameda), chairman of Ways and Means, said his committee would hammer out its own version. The lower chamber version now stands at the \$114 million submitted by Brown, and probably will be trimmed.

Ways and Means set an afternoon session to consider the budget augmentation, which would be added to a spending program totaling \$3.14 billion approved by the regular session.

Assembly Republicans apparently were backing down on their original threat to hold up the budget in retaliation for approval of a bank and corporation tax speedup bill. This measure passed both houses last week.

Dr. Brooks Visits Fruit Officials

Dr. Howard Brooks, who directs all apple and pear investigation for the U.S. Department of Agriculture, has been in the Medford area for two days conferring with fruit growers, and C. B. Cordy, Jackson county horticultural agent, and Dr. Porter Lombard, horticulturist and superintendent of the Medford Experiment Station.

A luncheon, honoring Dr. Brooks, was held today at Stanley's restaurant with members of the Fruit Growers League as hosts.

While the Rogue River valley fruit industry has no direct connection with the U.S. department of agriculture because of the Oregon State Experiment program, all growers are interested in the exchange of information, County Agent Cordy emphasized.

The department also is eager to gather results of findings in all areas where fruits are grown.

Any problem which is of concern to growers of apples and pears will be investigated by Dr. Brooks, Cordy said. His visit to the Rogue valley, however, was not arranged because of any particular problem involved in the crop loss which growers have suffered this year.

Los Angeles—UPI—Actress Claire Kelly, 29, was granted a divorce Monday from Robert Kenaston, 29, son of former actress Billie Dove. She testified her husband hated actresses and "wouldn't let me work."

Foreign Briefs

EAST GERMAN GUARD FLEES TO WEST
 Berlin—UPI—A 20-year-old East German border guard fled through barbed wire to the American sector of Berlin early today. He was in full uniform and carried his machine pistol.

ECUADOR REGIME GRANTED RECOGNITION
 Quito, Ecuador—UPI—Britain, Nationalist China and Lebanon granted diplomatic recognition Monday to the military regime that seized power here 12 days ago, the foreign office announced. Switzerland, the Vatican and the Order of Malta recognized the junta earlier.

HERTZ IN LONDON FOR TRADE TALKS
 London—UPI—Presidential trade negotiator Christian Herter arrived here today from Rome for talks with Board of Trade President Frederick Erroll and Lord Privy Seal Edward Heath on cutting tariffs.

BRITISH HONDURAS TO GET SELF-GOVERNMENT
 London—UPI—Britain announced Monday that British Honduras, its Central American colony for 300 years, would be granted full internal self-government next January.

Rails About Only Losers in Market; Steel Prices Firm

New York—UPI—Rail stocks were about the only losers on the stock market today. Steels were firm with Bethlehem and Youngstown holding unchanged while Republic and U. S. Steel inched up fractions. Chrysler moved up nearly a point in a fractionally higher motors section.

Du Pont continued to back-track in the chemicals, losing close to 1 while Union Carbide countered with a gain of around a point. Sunray DX Oil paced a firm petroleum section with a gain of 7/8. IBM jumped more than 3 in the electronics where Beckman, Control Data, High Voltage Engineering and Collins Radio showed substantial improvement. Minneapolis-Honeywell was about the only loser in the section, dropping 1.

DOW JONES AVERAGES
 New York—UPI—Dow Jones final stock averages: 30 industrials 599.74, off 3.13; 20 railroads 167.05, off 2.23; 15 utilities 137.16, off 0.78; and 65 stocks 248.41, off 2.12. Sales Monday were about 3.7 million shares compared with 3.34 million shares Friday.

Monday's prices on selected stocks:

Allied Chemical	47 1/2
Alum Co Am	60 3/4
American Air Lines	25 1/4
American Motors	17 1/4
A T & T	119 1/4
American Tobacco	28 1/4
Armco	54 1/4
American Standard	16 3/4
Bendix Corp	31 1/4
Bethlehem Steel	30
Boeing Air	33
Brunswick	14
Caterpillar Corp	43 1/4
Chrysler Corp	80
Coca Cola	34 1/4
C.B.S.	58 1/4
Columbia Gas	29 1/4
Continental Can	53 1/4
Crown Zellerbach	47 1/4
Crucible Steel	21 1/4
Curtis Wright	20 1/4
Dow Chemical	36 1/4
Du Pont	23 1/4
Eastman Kodak	107 1/4
Firestone	32 1/4
Ford	49 1/4
General Dynamics	53 1/4
General Electric	77 1/4
General Foods	29 1/4
General Motors	17 1/4
General Portland Cement	20 1/4
Georgia Pacific	48 1/4
Greyhound	39 1/4
Gulf Oil	46 1/4
Houssake	32 1/4
Idaho Power	33 1/4
I.B.M.	428
Int Paper	28 1/4

Johns Manville	47 1/2
Kennecott Copper	72 1/2
Lockheed Aircraft	48 1/2
Martin	18 1/4
Merck	91
Montana Power	37
Montgomery Ward	36 1/2
National Biscuit	50 1/4
New York Central	19 1/4
Northern Natural Gas	8 1/4
Northern Pacific	49 1/2
Pac Gas Elec	31 1/4
Pennac J. C.	40 1/4
Penn RR	18
Permanente Cement	16 1/4
Phillips	20
Procter & Gamble	75
Radio Corporation	67 1/4
Richfield Oil	42 1/4
Safeway	37 1/4
Santa Fe	28 1/4
Sears	86 1/4
Shell Oil	43 1/4
Socoxy Mobil Oil	67 1/4
Southern Co.	54 1/4
Southern Pacific	35
Sperdy Rand	14
Standard California	65 1/4
Standard Indiana	37 1/4
Standard N. J.	68 1/4
Sun Mines	11 1/4
Texas Co.	69 1/4
Texas Gulf Sulfur	14
Thiokol	20 1/4
Trans America	50 1/4
Tri-Continental	44 1/4
Union Carbide	102 1/4
Union Pacific	39 1/4
United Aircraft	45 1/4
United Air Lines	37
U. S. Plywood	44 1/4
U. S. Rubber	44 1/4
U. S. Steel	43 1/4
United Utilities	38 1/4
West Bank Corp	38 1/4
Westinghouse	34 1/4

Indian Fishing Rights Upheld

Portland—UPI—An injunction prohibiting state police from arresting Indians who fish at Three Mile dam and adjacent areas on the Umatilla river five miles west of Hermiston was issued Monday in U.S. District Court.

Judge Gus J. Solomon refused to bar the Confederated Tribes of the Umatilla Indian Reservation from netting salmon, steelhead, eels and other fish.

The Indians asked for the injunction against the state, which has been enforcing state fishing laws prohibiting the Indians from fishing for eels. The injunction applies only to the Three Mile site.

Judge Solomon ruled in 1960 that the Indians had the right to fish at their usual and accustomed stations in the tributaries of the Snake and Columbia rivers and in the Blue Mountains and adjacent areas. His decision was appealed and upheld Feb. 15 by the U.S. Circuit Court of Appeals. Monday's injunction implemented the decision.

In a separate case the Confederated Tribes have asked \$3 million damages from the government for destruction of their fishing grounds when the dam flooded the area. The case goes back to an 1855 treaty between the federal government and the Cayuse, Walla Walla and Umatilla Indians, who make up the Confederated Tribes.

Medford Man Injured In Morning Accident

Orevell Ernest Conklin, 56, of 4471 South Pacific highway, Medford, was hospitalized early this morning, suffering a broken collar bone and cuts and bruises after his truck ran off the highway and into a rocky bank, turning over, state police said.

According to police, Conklin was southbound on Highway 62 between Shady Cove and Trail about 2 o'clock this morning when the septic tank pumper truck he was driving went off the road.

He was taken to Rogue Valley hospital by relatives.

Palos Verdes Estates, Calif.—UPI—Two additional engine companies and one from nearby Redondo Beach were needed Monday to help extinguish a 10-acre fire behind the Palos Verdes fire station.

Retirement Fund Near Bankruptcy, Sources Reveal

Washington—UPI—Railroad and union representatives have secretly agreed to ask Congress to levy millions of dollars in higher payroll taxes on railroads and their workers, informants reported today.

The extra revenue is needed to help save the railroad retirement fund from bankruptcy. Future benefits that the fund is required to pay out far exceed anticipated tax revenue.

Ironically, railroad labor and management quietly reached the reported agreement on the payroll tax legislation at the very time that they were deadlocked over the work rules issue that threatens a nationwide rail strike.

The main feature of the payroll proposal would boost to \$450 a month the earnings base to which the railroad retirement tax and unemployment compensation tax is applied.

Equal Contributions
 Both taxes apply now only to the first \$400 in monthly earnings. The railroads and their employees contribute equal amounts to the retirement fund. But only the railroads pay into the jobless pay fund. Both funds are in serious financial trouble.

One source said he had heard estimates that the proposal would provide \$89 million a year in additional revenue, with railroads and their employees each paying \$28 million more into the retirement fund and the railroads paying about \$33 million more into the jobless pay fund.

Informants said the boost in the taxable earnings base along with other less significant changes in the jobless pay program were agreed upon by representatives of all the railroad unions and representatives of the American Railroad Association.

Portlander Found Shot To Death Along Highway

Hagerman, Idaho—UPI—A Portland, Ore., man was found shot to death in a pickup truck parked alongside Highway 30 Monday night.

Gooding County Sheriff Keith Anderson said the victim tentatively had been identified as Richard A. Herald, 31. There was no identification in the man's clothing or in the pickup, Anderson said, but Herald's boss, George Owen, Portland, furnished a physical description that matched the dead man.

Three Questioned
 Law enforcement officers throughout southern Idaho set up roadblocks Monday night but failed to net any suspects, Anderson said. The roadblocks later were pulled down. Anderson said he questioned three men about the case but later released them.

The body was found in a pickup truck parked in a roadside park about 2 1/2 miles south of here. Herald had been shot in the head.

Vehicle Traced
 The vehicle, which bore Oregon license plates, was traced to Owen. At first, it was believed he might be the victim, but officers later spoke with him by telephone. It was Owen who suggested the victim might be Herald.

"It looks like someone probably shot him in his sleep," Anderson said. He added the motive appeared to be robbery.

Senator Magnuson Undergoing Tests

Seattle—UPI—Sen. Warren G. Magnuson (D-Wash.) was in Providence Hospital here today for diagnostic tests in connection with recurring attacks of fever.

Magnuson's physician, Dr. Alex Grinstein, said there was "nothing alarming" about Magnuson's condition. But he added it was uncertain how long the senator would have to remain in the hospital.

Magnuson arrived here Friday evening and was confined to his hotel room until Monday when he went to the hospital. He had been suffering from fever up to 101 degrees.

Grienstein said Magnuson's ailment may be a recurrence of an illness Magnuson contracted while in military service in the Pacific.

Approximately 3.5 per cent of all children in the U.S. have divorced parents.

Russia Seizes Opportunity To Enter Debate By UN Council on Portugal Policies

United Nations, N.Y.—UPI—Russia today seized the first available chance to leap into the Security Council debate on the overseas policies of Portugal, a member of the North Atlantic Alliance.

Without waiting for presentation of the case against Portugal to be completed by the four African countries designated to do so by the recent Addis Ababa conference, Soviet Ambassador Nikolai T. Fedorenko inscribed himself

to speak at today's meeting. The council's hearing of the unanimous demand of 32 African countries for UN discipline of Portugal and South Africa for repression of natives began tensely Monday under doubled security precautions.

A brief sit-in at U.S. delegation headquarters was led by William Worthy, a reporter for the Baltimore Afro-American, to demand Washington's support for the ex-

pulsion of South Africa from the United Nations because of its racial policy of apartheid — a demand not made formally by the Africans — and for discipline of Portugal for its colonial policy.

Ambassador Adlai E. Stevenson told Worthy's delegation that U.S. policy would be unfolded after the Africans put forward specific demands for UN action.

The Africans limited themselves Monday to demanding

unspecified action against Portugal and South Africa lest the other African states be moved to act against the two countries on their own.

J. Rudolf Grimes, foreign minister of Liberia, opened the case. He and Foreign Minister Mongi Slim of Tunisia, who also spoke Monday, together with representatives Madagascar and Sierra Leone, were designated by the Addis Ababa conference to argue the case here.

Phone 772-6128 for
Funeral Flowers
Ginn's
 Flowers • Gifts
 26 South Central

ISN'T ARBITRATION BETTER THAN A NATION-WIDE RAIL STRIKE?

When two people find it impossible to agree, they frequently leave the decision up to a third party. This is arbitration.

Arbitration, we believe, is the only way left to head off a crippling nation-wide rail strike. The railroads have repeatedly said they are willing to leave the decision in the work rules dispute to an impartial third party. The rail unions have consistently refused to trust their case to such impartial analysis and decision.

The only remaining solution appears to be action by Congress requiring both parties to submit to arbitration.

WHAT'S WRONG WITH THIS? WHAT COULD BE FAIRER?

The public overwhelmingly favors arbitration over a rail strike. A recent nation-wide survey by one of America's oldest and most respected opinion research organizations showed a three to one vote among the general public for arbitration in the transportation industry (60% for, 20% against, 20% no opinion).

Do union members share their leaders' opposition to arbitration?

THEY DO NOT!

The same survey showed 54% of union members in favor of arbitration over a strike, 30% in opposition, and 16% no opinion.

How do union families who stand the brunt of a work stoppage feel about arbitration? By a greater majority than the general public, they favor arbitration over a strike. Sixty-six per cent of the union families support arbitration, while only 19% oppose, and 15% express no opinion.

In view of the basic fairness of an impartial third party decision when two sides fail to agree; in view of the overwhelming public support for the principle of arbitration in transportation; and in view of the disastrous consequences of a nation-wide rail strike, Congress can serve the public interest best by promptly enacting legislation requiring a settlement of the issues in this dispute.

AMERICAN RAILROADS

Member by Invitation • National Selected Morticians

Be guided by good sense

Over spending for a funeral service is not in the best interests of anyone. While we feel it is a personal matter which the family should decide, a funeral should never exceed what a family can afford. We invite your inquiry for information in advance of need.

CONGER-MORRIS
 FUNERAL DIRECTORS