

STATE INSTITUTION BUDGETS CUT

Regional Edition

58th Year Price 10 Cents

MEDFORD MAIL TRIBUNE

16 Pages

MEDFORD, OREGON, TUESDAY, OCTOBER 29, 1963

No. 190



INQUIRY OPENS—The Senate Rules Committee opened its inquiry into the affairs of former Senate Democratic Secretary Robert G. (Bobby) Baker in Washington today with Sen. John J. Williams, R-DeL., as the witness. Here committee chairman R. Everett Jordan, D-N.C., left, confers with Williams prior to start of the inquiry. The story is on page 2A. (UPI)

Four Leaders Of State Tackle Border Dispute

BAMAKO, Mali (UPI) — Four heads of state met here today to begin talks aimed at settling the Algerian-Moroccan border conflict over a strip of desert that may contain rich mineral resources.

They are King Hassan of Morocco and President Ahmed Ben Bella of Algeria, whose troops have been fighting on the border since early this month, and Emperor Haile Selassie of Ethiopia and President Modibo Keita of Mali, who are trying to help with mediation.

All met in nearby Kouloba for lunch after Keita had greeted each of the three heads of state, and were to begin their first conference working session shortly afterwards.

Diplomatic observers said they had hoped the conference could produce a cease-fire to end the border fighting, although a real solution of the differences between Algeria and Morocco seemed far away.

Fighting broke out Oct. 8 over the desert area claimed by both nations. The area is believed to have undeveloped mineral wealth and also lies along the vital supply routes across the western Sahara.

Tax Court Upholds State Assessments

SALEM (UPI) — The Oregon Tax Court today upheld tax commission assessments against Roy L. and Margaret E. Shull for the calendar year 1961.

Judge Peter Gunnar noted that in 1960 the Shulls sold their farm in Coos County to their son, reserving a five-year interest in the timber on the farm. In 1961 the Shulls exchanged two and a half years of their reserve timber right for a dairy farm in Coos County, and claimed the exchange was tax-free.

In his decision, Judge Gunnar held that the two properties were not of "like kind" and therefore not entitled to tax-free treatment.

Texas Congressman Struck by Fellow Solon in Dispute

WASHINGTON (UPI) — Rep. Ed Foreman, R-Tex., told the House that Rep. Henry Gonzalez, D-Tex., slugged him just outside the House chamber today after first threatening to pistol-whip him.

Foreman said Gonzalez "completely lost his head" in anger over comments Foreman made about Gonzalez' voting record in a speech last weekend at Houston before the Texas Federation of Republican Women.

Morse Blisters Foreign Aid Bill

WASHINGTON (UPI) — Sen. Wayne Morse, D-Ore., delivered a scathing attack on the \$4.2 billion foreign aid bill Monday and said the Senate should take three weeks if necessary to rewrite it.

Morse ripped into the bill after Chairman J. William Fulbright, D-Ark., of the Senate Foreign Relations Committee opened debate on the measure with a plea for approval despite admitted shortcomings of the aid program.

Fulbright said the senate should approve the measure because "any large scale departure" from the present program "would pose unacceptable risk" in foreign policy.

Senate leaders had hoped to finish action on the long-delayed, controversial aid bill this week. But Morse made it clear that he planned an extended fight.

Oxygen Dryer Causes Fire After Explosion

An oxygen dryer located behind Industrial Air Products on North Pacific Highway exploded yesterday afternoon causing a fire and some damage.

Medford firemen were called at 3:10 p.m. The fire was out when they arrived, however. Damage from the fire was minor, but the explosion caused considerable damage to the machine.

NEWS BRIEFS

ITEMS FROM AROUND THE GLOBE

KENNEDY URGES FIGHT OVER FOREIGN AID
WASHINGTON (UPI) — President Kennedy urged Senate leaders today to fight vigorously to prevent "unwarranted cuts" in foreign aid authorizations.

DILLON ASKS FOR HIGHER DEBT CEILING
WASHINGTON (UPI) — Treasury Secretary Douglas Dillon today asked Congress to approve a temporary national debt limit of \$315 billion for the last seven months of this fiscal year. This would be \$6 billion above the ceiling authorized through November.

INTERNATIONAL RED CROSS 100 YEARS OLD
GENEVA (UPI) — The International Red Cross, which grew from a Swiss humanitarian's dream into the world's biggest relief organization, marked its 100th anniversary today.

ASSASSINATION PLOT REPORTED IN SEOUL
SEOUL, Korea (UPI) — A plot to assassinate President-elect Park Chung Hee was reported today by a Seoul radio station.

CHRISTINE KEELER MUST STAND TRIAL
LONDON (UPI) — Christine Keeler, whose favors cost War Minister John Profumo his job and nearly brought down the British government, was ordered today to stand trial in Old Bailey on charges that her lies sent a scarred lover to jail.

WEATHER

FORECAST Partly cloudy this evening. Fog or low clouds Wednesday morning. Generally cloudy Wednesday afternoon. Chance of light rain Wednesday evening. Low tonight 49. High Wednesday 55.

Highest Yesterday	48	Temp.
Lowest This Morning	43	Prec.
To 10 a.m. Today	43	

Our Skies Tonight

Sunset today	5:16 p.m.
Sunrise tomorrow	6:42 a.m.
Moonset tomorrow	4:05 a.m.
Full Moon (hunters' Moon)	Nov. 1

The planet, Mars, is now following Venus into the southwest at sunset. Mars is 212 million miles from the Earth tonight and too dim to be easily seen.

MEETING CALLED

PORTLAND (UPI) — A meeting of the legislature's Joint Ways and Means Committee has been called for Nov. 7 to consider fiscal problems which will come up at the special session starting Nov. 11.

Higher Education Alters Policy on Control of Money

Advance Approval On Projects Planned

PORTLAND (UPI) — The State Board of Higher Education Monday adopted a policy giving the chancellor's office and the board a closer control of funds from gifts and grants.

Chancellor Roy E. Lieuallen said the funds now amount to about \$25 million every two years and are increasing. He noted Secretary of State Howell Appling had raised questions about "adequacy of our accounting practices" in this field.

The board said the policy would allow it and the chancellor's office closer control over procedures for handling the funds without restricting freedom of research projects.

Part of the policy said graduation, education, instruction and research are "inseparable" and research is a "high yield investment" vital to education and to industrial and business growth.

To Meet Request
The board decided that advance approval of various research projects should be obtained from the chancellor's office so that future tax dollars may not be committed heavily.

It agreed to amend Appling's request for an internal fiscal auditing system if money is available from the 1965 legislative session, but Lieuallen said the proposals did not go as far as requested by the secretary of state.

The board learned that the state system came within 73 students of estimating this year's enrollment at the nine state institutions. The estimate was 33,809 and enrollment was 33,736. However, six schools had fewer students than estimated and three gained more than expected.

Action was deferred on a new dormitory at Oregon College of Education costing \$545,850 and a heating plant costing \$642,000 at the University of Oregon.

Atlantic Alliance Changes Proposed

PARIS (UPI) — French Foreign Minister Maurice Couve de Murville called today for a sweeping reorganization of the Atlantic Alliance.

He asserted that the present North Atlantic Treaty Organization (NATO) is out-of-date. But he said a major reorganization will not be possible until other European members pull their full weight.

Couve de Murville reviewed the current foreign policy review to the National Assembly as it debated the foreign ministry's 1964 budget.

"France," he said, "has decided to play her own role in defense." That, he said, is why she has decided to pull the bulk of her land, sea and air forces out of NATO.

"The day when the other European members of the alliance show the same will, reorganization of the Atlantic Alliance on a durable basis will be possible," he asserted.

Chuong Speaks to Demo Women's Club

WASHINGTON (UPI) — Tran Van Chuong, father of Madame Ngo Dinh Nhu and former South Vietnamese ambassador to Washington, said Monday there were "close to one million" Vietnamese more anti-Communist than President Ngo Dinh Diem.

Tran, who quit his diplomatic post in protest to Diem's crackdown on Buddhists, told a lunch at the National Democratic Women's Club that Diem often was praised as "anti-Communist" despite his faults.

"There are close to one million Vietnamese who are more anti-Communist than Diem," he said. "These are people who abandoned all their possessions and risked their lives for liberty when the Communists gained possession of North Viet Nam."

Hatfield Urges Attack On Interracial Problem

SALEM (UPI) — "We must remove prejudice from the minds and hearts of men, laws aren't enough," Gov. Mark Hatfield today advised the 12th annual intergroup relations forum here.

"We must attack the problem at the child's level—this is the battleground. Our rate of progress is being determined there."

Hatfield said he fully endorsed the federal civil rights program now before Congress, and admonished "I hope the President will not retreat from this program."

Child Care at Medical School May Be Curtailed

PORTLAND (UPI) — About 175 crippled children may not receive care at the University of Oregon Medical School next year because of voter turnout of the legislature's tax measure Oct. 15, the State Board of Higher Education was told today.

Dr. Roy Lieuallen, chancellor, said a reduction of \$110,000 in the budget of the crippled children's division of the school was "indicated" by the State Department of Finance.

The service reduction figure is based on an average cost of \$625 per child patient.

May Close 34 Beds
Dr. Lieuallen said it apparently will be necessary to close 34 beds at the Medical School hospital as a result of a \$639,000 slash indicated for the hospital budget. This is in addition to the crippled children's division cut, he said.

He also said it apparently will be necessary to cut the number of patient visits at the hospital's out-patient clinics because of a \$20,000 per year slash.

Lieuallen said that although it also apparently will be necessary to close 43 beds at the Tuberculosis Hospital in Salem, "all patients requiring hospitalization for the treatment of tuberculosis will receive care."

Food Stamp Plan Endorsed by Group

PORTLAND (UPI) — Delegates at the Oregon Independent Grocers Association voted unanimously Monday to endorse the Federal Food Stamp Plan.

"Because the Oregon welfare budget will be reduced in 1964, due to the tax defeat earlier this month by the voters, we urge the Oregon Welfare Commission and local counties to use the food stamp plan throughout the state," association members said.

They also voted not to take a stand on a sales tax. However, they agreed if one is voted next year, there should be exclusion of food and drugs from the tax.

Jerry Horn of Lebanon was elected president, Wally Pease of Corvallis was re-elected first vice president and Glenn Gaylor of Portland was chosen second vice president.

A speaker at the convention was Gene Autry, 55-year-old star of numerous western movies who also is a radio and television station owner and part owner of the Los Angeles baseball team of the American League.

Graham Swipes at Government Size

HOUSTON (UPI) — Evangelist Billy Graham, who says he has no political ambitions, Monday took a swipe at the bigness of government.

Graham, on a three day speaking tour before Houston religious and civic groups, said "our people look to the government instead of to God."

He said "it will destroy the moral fiber of our nation when our people look to the government for everything to fill our needs."

The governor noted that while the Negro is most identified with the "plight of the minority groups, we must not forget the Mexicans, Indians, the migratory labor force, the Jews and other religious groups."

Warning that "extreme right and left wing groups deliberately thrive on hate," Hatfield told the gathering of more than 100 "we must be concerned with all groups that are being victimized."

Not Simple Task
"Our task is not a simple one, but we can make equal opportunity for all men in our society."

He said the problems facing Negroes were economic, social and educational. There must be no barriers against Negroes who are qualified to compete for jobs, "and we must help equip the Negro to become qualified."

He said the consensus in America today was that race barriers must be wiped away, and the Negro allowed to assume a place in society.

He said Oregon has good civil rights laws compared to other states, but the laws were meaningless if their spirit was not reflected in the hearts of people.

He noted "when I was an infant they were burning crosses in Southern Oregon, and the Klu Klux Klan was an active force in Oregon politics."

"Today we have a Roman Catholic as president, and a from a small western state who may be a presidential candidate."

He lauded the Portland Board of Education for establishing a committee to study de-facto school segregation in culturally deprived areas.

Priority List Is Adopted by Group; Submitted to City

The Medford Capital Improvements Committee this morning adopted a priority list of "immediately necessary" developments, but recommended to the city council that none of the projects be undertaken until existing city expenditures were reduced.

This was the final session for the group, which has been meeting weekly for the last several months to study the city's future capital improvements needs.

The priority list was drawn up in two phases — those projects which should be undertaken immediately, and those which should be accomplished during the next three to five years.

Forwarded to Council
The priority list report will now be forwarded to the city council for its consideration. No recommendation was offered as to the cost of the various projects, nor was a specific time schedule proposed.

After drawing up the priority list, however, the committee also adopted the following statement to be added to it:

"The above are the priorities assigned by the Capital Improvements Committee, and I feel they are immediately necessary, however, it is the feeling of this committee at this time that the total cost of improvements cannot be added to

the existing tax load of the City of Medford, and would urgently recommend the City Council take action to reduce existing city expenditures to a point more in line with comparable communities in Oregon before any of the above projects are undertaken."

Heads List
Head of the priority list was land acquisition for a new city hall and public safety building within the boundaries of a proposed civic center adjacent to the Jackson County Courthouse.

Land acquisition for parks adjacent to existing schools was the second priority item. Land acquisition for runway extension at the municipal airport was placed third. The city's arterial street program was ranked fourth, concluding the "immediate needs."

Proposed for the second phase of the plans were the civic center building program, development of park sites, projects at the municipal airport, and development of a corporation yard for city equipment.

Vandalism Reported In Areas of Valley

The Jackson County Sheriff's office has reported vandalism the past few days.

Someone shot holes in a tent owned by Marvin A. Lindsey, Charleston, Ore., near Prospect, it was reported yesterday. A chain-saw was taken from the tent, deputies said.

Someone broke into the recreation building at Hillcrest orchards, but apparently only play-wood. Nothing appears to be missing, the sheriff's office said.

Yesterday, several drivers reported rocks were thrown at their cars, including a sheriff's patrol car.

David Daun Baylor, 106 First St., Talent, and Bessie May Baldwin, 108 N. First St., Talent reported that rocks were thrown at their cars. A rock was thrown at a sheriff's car and broke the windshield, deputies said.

Last week end someone threw cantaloupes at mailboxes in the Talent and Valley View districts. The mailboxes were reported slightly damaged.

Pay Raise Indicated For Civil Employees

WASHINGTON (UPI) — The House Post Office and Civil Service Committee has all but agreed on a \$650 million pay raise for 1.8 million federal employees, it was learned today.

Congressional informants said the new proposal would provide a 6 per cent increase and rank and file federal classified and postal workers.

Members of Congress, the President's cabinet and federal judges would be given a \$10,000 annual increase.



More Reductions Possible Later, Hatfield Hints

Total of 426 Jobs Eliminated

SALEM (UPI) — State institution budget cuts totaling \$3.6 million were put into effect by the State Board of Control today and Gov. Mark Hatfield said more severe slashes might have to be made.

As a result of the cuts, 426 jobs were eliminated but about 200 of these positions now are vacant.

Hatfield indicated more cutbacks might be in order if the legislature, meeting in special session Nov. 11, did not approve a one-shot speedup of withholding tax collections or the cuts he has asked in the basic school allotment.

The budgeted populations for state institutions were cut 735 to 9,240 under the austerity program announced today.

Cuts announced today were: Board of Control administration, \$150,412; state hospitals \$2,642,319; adult penal institutions \$303,929; juvenile institutions \$350,112; and the deaf and blind schools \$157,154.

Included in the \$2.6 million hospital cuts were these reductions: Oregon state hospital at Salem, \$891,872; Eastern Oregon State Hospital at Pendleton \$488,775; Fairview Home \$774,204; and Dammasch Hospital \$277,890.

The board announced it had established a \$1 million prior list to be reinstated if funds become available.

Hatfield warned the cutbacks ordered might be revised if the legislature's ways and means committee decides to review individual budgets. "These are suggested points of departure, they can't be considered permanent as they depend upon action by the legislature," Hatfield said.

May Buy Property
The board also indicated it might be forced to proceed with the purchase of at least five parcels of property in the Capitol Mall area.

The sales were nearly completed when all property acquisition was halted, but one person appeared at the board meeting today and said he stood to lose \$2,000 in earnest money he had put down on another house if the state did not complete the purchase of his house. The board ordered the purchase of the property from Mr. and Mrs. Ray Ward—and indicated while it did not want to buy the property in view of the tax election defeat, there was no other legal course open.



Cook Presses For Legislature To Decide Cuts

TILLAMOOK (UPI) — Sen. Vernon Cook, D-Gresham, has renewed his demand that the entire legislature decide where to make budget cuts as a result of voter rejection of a tax increase Oct. 15.

Cook lashed out at Senate President Ben Musa, D-The Dalles, Monday night in a speech to the Tillamook County Democratic Central Committee.

Noting that Musa had proposed that the 14 members of the Ways and Means Committee meet with the State Department of Finance and Administration to agree on cuts, Cook commented, "The members of the Oregon Legislature were not elected to rubber stamp the decisions of Governor Hatfield. Nor were we elected to delegate our responsibilities to less than one-sixth of the members of the legislature."

"It is a shocking thing to have the Democratic president of Oregon's Senate propose that budget cuts should be determined by the governor's department of Finance," he said.

"To direct the Ways and Means Committee to examine the budget in one week is like sending 13 men and one woman to put out the fires in the Tillamook Burn," Cook said.

Shipley Execution Reset for Jan. 23

NEWPORT, Ore. (UPI) — The execution of Larry West Shipley, 22, of McMinnville was reset for Jan. 23 by Lincoln County Circuit Court Judge Stuart Weiss Monday.

Shipley was convicted of slaying Linda Jean Stevens, 16, of Willamina near Otis in 1961. Weiss set the new date after the U.S. Supreme Court denied Shipley's appeal for a hearing.

Newport attorney E. K. Richardson said additional legal moves are being planned. He asked Judge Weiss to set the execution date at least 90 days in advance to allow time for new appeals.

Lumber Firm Denied Tax Refund Claim

SALEM (UPI) — Oregon Tax Court Judge Peter Gunnar today denied Edward Hines Lumber Company's claim for a refund of corporate excise taxes.

The tax court found the State Tax Commission had computed the taxes correctly.

Body of Portland Woman Identified

PORTLAND (UPI) — The body of a woman found Sunday in a brushy area near Gresham was identified Monday night as that of Nona Christine Jackson, 28, a divorced mother of three children.

Sheriff Donald Clark said she apparently had been slain, but because of death was still un-cause. It was estimated she had been dead at least three months.

Identification was made by her former husband, Raymond H. Jackson, of Oregon City. He identified a ring found on the body as one he had given her about 10 years ago. They were divorced 13 months ago and Jackson received custody of their three girls aged 5, 8 and 9. The young woman's hands apparently had been tied with a plastic covered wire and she was nude except for a swimming suit pulled over her arms above her head.

There were no obvious signs of fractures or wounds in preliminary studies.

Jackson said he did not know his former wife was missing until she had failed to appear for her court-authorized visits to the girls. When he read of the reports of discovery of a body he called the sheriff's office.

Sheriff Donald Clark asked for public help in tracing the last movements of the woman. The room where she formerly lived here was searched for possible clues.

Police said she had been employed last at a bowling alley as a cocktail waitress. She was reported missing June 7.