

The Evening Herald

FRANK JENKINS Editor
MALCOLM EPLEY Managing Editor

Published every afternoon except Sunday by The Herald Publishing Company at Esplanade and Pine Streets, Klamath Falls, Oregon.
HERALD PUBLISHING COMPANY, Publishers

Entered as second class matter at the postoffice of Klamath Falls, Ore., on August 20, 1909 under act of congress, March 3, 1879.

Member of The Associated Press

The Associated Press is exclusively entitled to the use of reproduction of all news dispatches credited to it or not otherwise credited in this paper, and also the local news published therein. All rights of reproduction of special dispatches are also reserved.

MEMBER AUDIT BUREAU OF CIRCULATION

NEWS BEHIND THE NEWS

By PAUL MALLON

WASHINGTON, Jan. 16—Donald Nelson had no idea he was to be made the long sought single head of America's primary war effort—production. At noon that day he received word he would be named as the White House sometime that night or next day. About 3 p. m. he was phoned and told to come over that night. Not until he walked in with Vice President Wallace, was he aware he had been chosen.

Mr. Roosevelt's decision apparently was so hastily made, he did not have the customary executive order prepared carrying out his decision. Next day his secretary, Steve Early, indicated Nelson would be allowed to write his own order.

NO DISAPPOINTMENT
FDR had been working on the reorganization question about three weeks. He had been closeted with Lord Beaverbrook on the subject for several whole days. Beaverbrook and Nelson had been in to see him the night before the decision was made.

The town had been full of planted pressure stories favoring one man or another for the job—the usual sign that the president is cogitating an important appointment. Friends of Supreme Court Justice William Douglas were passing around the suggestion he had been chosen—an apparently indispensable part of all presidential cogitations.

Mr. Wallace, the V. P., was pressuring a plan whereby his friend and former secretary, Milo Perkins, would get half of another two-headed OPM, with Nelson the other half, one to handle production, the other materials. This, too, had been printed.

Yet Wallace was not disappointed with the choice of Nelson. No one could be. Nearly everyone else wanted one-man control and everyone agreed Nelson had more experience for the task than any man in the country.

What caused Mr. Roosevelt to rush his decision is not entirely clear. Most government associates suspect he suddenly said, "To heck with the problem," and decided to act. Some outsiders believe he wanted to smother a speech Wendell Willkie was to make that night, urging one-man control. Willkie had given advance copies of his address to the New York press and it had gotten around. (Willkie also saw the president that afternoon). Certainly Willkie assisted in hastening a decision.

STALLING
Congressional conferees are stalling a few days on the price bill in hopes the country will arise behind Mr. Roosevelt's plea that inflationary aspects be eliminated. Popular pressure, in addition to that of the White House, is thought to be necessary if the farm-price spiraling features are to be killed.

The transportation problem caused by concentration of army equipment on the west coast is being solved, due to cooperation of Union Pacific and other rail officials with the war department.

A foolish notion is getting around that the investment quality of defense bonds is somehow shadowed by the size of the forecast debt (\$110,000,000,000). True, none can see prospects of paying off such a colossal debt at any standard of taxable living we have so far known. But government debts, big or

SIDE GLANCES



"But, Warden, it would help me so much in maintaining my color scheme if you wouldn't insist on black curtains!"

small, are never paid. They are refinanced and sometimes reduced as bonds come due. Refinanced liberties from the last war are still outstanding (we even have about \$384,000,000 of greenbacks of the Civil war still circulating in our currency.)

Any time anyone wants cash for his defense bond he will be able to get it. If, in 10 years, too many bondholders want their money instead of, say, an interest paying bond, then the treasury will raise the money to pay them by floating new bonds.

The only thing that will endanger the value of a defense bond is for us to lose this war. You had better buy some more to protect your original investment.

Looking Backward

By The Associated Press

One Year Ago—British announce loss of cruiser Southampton following German dive-bomber attack in Mediterranean. Secretary of War Stimson warns U. S. of invasion by air if Britain's navy is lost.

Two Years Ago—Loss of three submarines is acknowledged by Britain.

Twenty-Five Years Ago—Allied offensive seen contemplated as British and French military leaders and statesmen confer in London.

FUNERAL

GUST ERICKSON
The funeral service for the late Gust Erickson, who passed away in this city on Tuesday, January 13, will take place from the chapel of Ward's Klamath funeral home, 925 High street, on Saturday, January 17, at 10:30 a. m. the Rev. G. J. Anderson of the First Covenant church officiating. Commitment service and interment in the Linkville cemetery. Friends are respectfully invited to attend.

GUS STEDRY

The funeral service for the late Gus Stedry, who passed away near Tonesta, California, on Monday, January 12, will take place from the chapel of Ward's funeral home, 925 High street, on Saturday, January 17, at 2 p. m., the officers of Klamath Falls Lodge No. 1106, L. O. M. Moose officiating. Commitment service and interment in Linkville cemetery. Friends are respectfully invited to attend.

Klamath's Yesterdays

From the files — 40 years ago and 10 years ago.

From the Klamath Republican January 16, 1902
H. L. Boggs is grading and improving his home lots and will soon build a barn. Thus the tide of improvement goes ahead.

A steambot, under Captain Schoff, is making regular trips on big Upper Klamath lake this year.

We understand that the post-office at Olene has been discontinued.

Smallpox having entirely disappeared from this and adjoining counties, the fumigating station at Drew's Gap has quit operations.

From the Evening Herald January 16, 1932

Klamath Falls awoke this morning to find itself buried under 10 inches of dry, fluffy snow.

Medford's Tiger basketballers defeated the KUHS Pelicans last night, 33 to 23.

Mr. and Mrs. Joseph Hicks are home from a vacation trip to Portland and Washington points.

Sixty-seven ex-soldiers today were awarded homesteads in the Tule lake area. There were 169 applicants for the allotments.

Poe Valley

Web Van Meter was a caller in the valley from Klamath Falls Sunday morning.

Mrs. Webster, who has been ill with rheumatism, is feeling better.

Among the weekend shoppers in Klamath Falls were Mrs. Nellie Waines, Roy Holmes and Mr. and Mrs. Joe Nork.

Congratulations are extended by the community to Mr. and Mrs. Emil Wells on the birth of a daughter, their first child.

Warren Roberts was a visitor at the Archie Robert's home Wednesday.

Congratulations are extended to Paul Breighthaupt on his coming marriage.

Mrs. Harry Gilbert visited her mother at the Breighthaupt ranch last Sunday.

Mrs. Freda Hope was a visitor at the home of her mother, Bessie Holzhausen, Wednesday.

Your Federal Income Tax

YOUR FEDERAL INCOME TAX No. 10

WHEN TO REPORT INCOME FROM SALARIES, WAGES, AND OTHER SOURCES

Salaried persons and wage earners whose income is derived from personal services form the largest number of federal income taxpayers. This year this army of taxpayers will be greatly increased. Those who paid an income tax for 1940 have received the forms for the 1941 income tax return through the mails. In order that none may escape filing the return, employers are required to report on Form 1099, accompanied by transmittal Form 1096, the names of all their employees to whom, if single, they made payments of \$750 or more in 1941, and if married, \$1500 or more. If the marital status of the employee is unknown, he must be reported as single.

These returns should be filed on or before February 15, 1942, with the Commissioner of Internal Revenue, Returns Distribution Section, Washington, D. C.

The law contemplates that every individual, if single, or if married but not living with spouse, whose gross income for 1941 was \$750 or more, must file an income-tax return. Excuses for not doing so do not relieve the delinquent from responsibility for the delinquency.

Neither the president of the United States, nor the vice president nor federal judges, nor members of congress, are exempt from filing returns.

All types of compensation, unless specifically excluded by statute, should be incorporated in the gross income of the taxpayer. A minister of the Gospel, for instance, must report all fees he receives — for funerals, for masses, for baptisms, for marriages, and for other like services. In addition to salaries, wages, fees, and commissions, all bonuses, tips, prizes, awards, retiring allowances for past services and other forms of compensation are rated as part of one's income. If a person is paid in whole or in part for his services by anything other than money, the fair market value of the thing taken must be reported as income.

Compensation credited to the account of or set apart for a taxpayer, without any substantial limitation or restriction, and which may be drawn upon by him at any time, is subject to tax for the year during which so credited or set apart, although not then actually reduced to possession. If the services were rendered during the year 1940, or even prior thereto, but the compensation was not received, or made unqualifiedly subject to demand by the taxpayer until 1941, the entire amount is tax-

able in 1941, when the taxpayer is reporting on the cash receipts and disbursements basis, which is the basis used by most individuals in reporting net income.

Former Klamath Lad Commissioned

Robert S. Mullen, who formerly made his home in Klamath Falls, Bly and Alturas, Calif., has been commissioned a second lieutenant in the coast artillery at Fort Hancock, N. J. It was learned here Thursday.

Mullen, a native of New York, was an employee of the Ivory Pine company during his three-year stay here.

His first assignment has been to a searchlight battery at Fort Hancock, near Sandy Hook, N. J.

Courthouse Records

THURSDAY Complaints Filed
Curtis Bennett versus Stella May Bennett. Suit for divorce. Plaintiff charges cruel and inhuman treatment. Couple married in Vancouver, Wash., Dec. 2, 1939. U. S. Balentine, attorney for plaintiff.

First Securities Co., an Oregon corporation, versus Charles G. Hovey. Suit to collect promissory note. Pendergrass, Spackman and Bullivant, attorneys for plaintiff.

Decrees
Joe Chastain versus Onie Chastain. Granted divorce and custody of minor children. George Chastain, attorney for plaintiff.

Grace Cullen versus Hershel R. Cullen. Granted divorce, ownership of lots and her maiden name, Grace Purinton, restored. George Chastain, attorney for plaintiff.

Justice Court
Lorenzo Ben Halzhauser, no muffer. Fined \$5.50, suspended. Thomas R. Waller, no operators license. Fined \$5.50.

MUSTARD KING DIES
LONDON, Jan. 16 (AP)—Sir Jeremiah Colman known as "The Mustard King," died today in his home in Surrey. Sir Jeremiah often told friends his vast fortune was made "not by the mustard people ate but by the mustard left on their plates."

Telling The Editor

Letters printed here must not be more than 500 words in length, must be written legibly on ONE SIDE of the paper only, and must be signed. Contributions following these rules, are warmly welcome.

NEEDED HERE

KLAMATH FALLS, Ore. (The Editor)—A few suggestions as to what Klamath Falls is still in need of: a toy factory to utilize the scrap lumber, a potato chip factory, wood pulp industries, woolen mills. Cakes are shipped in here, whereas they should be baked here and shipped out.

Our young men go out seeking work when we should keep them at home.

AID TO MEET

MERRILL — The Ladies Aid of the Merrill Presbyterian church will meet Wednesday afternoon, January 21 from 1 until 2 o'clock at the home of Mrs. Melvin Bowman. The short session is planned to permit those who have signed up for the home nursing course to attend the lesson.

Read the Classified page

PELICAN THEATRE

POPEYE CLUB

Saturday-10 A.M.

Screen Thrills!

TIM HOLT Riding THE WIND

CHAPTER TEN "PERILED BY A PANTHER"

DEAD END KIDS LITTLE TOUGH GUYS

SEA RAIDERS A UNIVERSAL SERIAL

A Question to Ask Ourselves

THE code for newspaper practices in war time, announced this week by Byron Price's office of censorship, is generally reasonable and fair, and is designed, it seems to us, to give the American press as much freedom as possible under emergency conditions. There is no restriction on discussion, no prohibition against criticism of the government or the military authorities, and some of the news restrictions are less stringent than those that have been enforced against the press in the confused early days of the war.

This code was released to the press this week. It is lengthy and detailed, but that is necessary to cover the many questions which are certain to arise. While it is of primary interest to newspaper people, the public is concerned with its general character and the policies it sets forth.

Listed as basic facts by the code at the outset are these: "The outcome of the war is a matter of vital concern to the future of every American citizen. . . . The security of our armed forces and even of our homes and our liberties will be weakened in greater or less degree by every disclosure of information which will help the enemy."

The statement goes on to say that "a maximum of accomplishment will be attained if editors will ask themselves with respect to any given detail: 'Is this information I would like to have if I were the enemy?' and then act accordingly. . . . It is the hope and expectation of the office of censorship that the columns of American publications will remain the freest in the world, and will tell the story of our national successes and shortcomings accurately and in much detail."

These excerpts are enough to convey the general purpose and tenor of the code. Newspaper readers, as well as editors, may well adopt its basic principles, for the loosely spoken word may help the enemy as well as one that is imprudently printed. It is here suggested that every individual ask himself, before he speaks openly on military or war industry matters, whether "this information I would like to have if I were the enemy."

Thanks to the Weatherman

WITH pleasure it is reported that permission has been granted this newspaper to carry precipitation information hitherto banned because of the war emergency. Through special permission, it is possible now to print a precipitation table, delayed for one week to avoid any possibility of giving facts of value to the enemy. The table carries no current storm information, but tells the general story of the water situation in this irrigation country.

This action by the U. S. weather authorities is acknowledged here, and with thanks, because we have done some complaining against unnecessary weather news restrictions. The problem here, where farmers want to know moisture conditions, was placed before the regional director of the weather bureau at Seattle, and the week-old information was authorized by him and the meteorologist at Portland.

So we welcome back the weather "ear" at top, right, front page. It's an old friend, sadly missed in absence.

Voluntary--And No Embarrassment

CITIZENS are urged next Tuesday to go to the polls VOLUNTARILY to make defense bond pledges. Those who feel they cannot pledge bond or stamp purchases can indicate as much on the pledge cards, in order to avoid the loss of time and convenience in interviews.

But there is nothing in this plan that is intended to embarrass anyone. Whatever is indicated on the pledge will be held in strict confidence. The pledge cards will not be scrutinized by the local election boards who are helping out on bond pledge day. They will be placed in a closed receptacle, and retained in confidence by the defense savings administrative officials.

This effort is not intended to put anyone on the spot. That is a fact that should be fully understood by the people and by the men and women who are helping out in the canvass.

Melbourne Lauds MacArthur Action

MELBOURNE, Australia, Jan. 16 (AP)—The Melbourne Herald in a tribute to General Douglas MacArthur said today that "the gallant delaying action now being fought by defenders of the Philippines under General Mac-

Arthur is as inspiring as the defense of Tobruk."
The results of General MacArthur's work in organizing the defenses in influencing the strategy of the Pacific in a way that is of vital importance to the democratic cause in general and to Australia in particular, it said.

FROM A GREAT PICTURE

A great scene the nation is talking about!

Richard Llewellyn's

HOW GREEN WAS MY VALLEY

STARTS SUNDAY ★ PELICAN

PELICAN DIAL 4572

TWO HITS!

★ NOW ★

CHEER THE TEAM that's a SCREAM on the SCREEN!

"BLONDIE GOES TO COLLEGE"

Cartoon Latest News

Action Hit No. 2—ROY ROGERS

George "Gabby" Hayes

"MAN FROM CHEYENNE"

★ Plays Today and Saturday ★

IT'S A CYCLONE OF SIX-GUNS AND ROMANCE!

Hurricane SMITH

starring RAY MIDDLETON JANE WYATT

J. Edw. Bromberg Republic Picture

AND COMEDY —Hit No. 2—Edgar Kennedy 'SNUFFY SMITH THE YARD BIRD'

Dial 3282

★ (PINGTREE) ★

RAINBOW!

TODAY - SATURDAY

Continuation Saturday

Three SONS O'GUNS

WAYNE MORRIS Marjorie RAMBEAU Irene RICH Tom BROWN

—AND— WESTERN THRILLER — "SUNSET RANGE"

SATURDAY and SUNDAY

James Cagney in "THE GREAT GUY"

2 FEATURES

AND RIP-ROARING ACTION!

TIM HOLT in "RIDING THE WIND"

CONTINUOUS SATURDAY AND SUNDAY FROM 12:30 DIAL 5414

VOX

MOMENTS YOU'LL NEVER FORGET

...in "HOW GREEN WAS MY VALLEY!"

Richard Llewellyn's

HOW GREEN WAS MY VALLEY

WALTER PIDGEON - MAUREEN O'HARA - DONALD CRISP - ANNA LEE

RODDY McDOWALL - John LODGE - Sara ALLEGRO - Barry FITZGERALD - Patric KNOWLES

Produced by DARRYL F. ZANUCK - Directed by JOHN FORD - Screen Play by Philip Dunne

A 20th CENTURY-FOX PICTURE

"I don't want him—I want you! Are you a man or a saint!" Maureen O'Hara confesses her love to Walter Pidgeon!

"If there has been a sin, I am the one who should be branded!" Walter Pidgeon denounces the gossiping tongues!

"If anything happens to my husband, I will find the men and kill them! That I swear!" Sara Allegro defies the mob!

"Then you bop the blighter on his bloomin' nose!" Barry Fitzgerald gives Roddy McDowall an hilarious boxing lesson!

Starts Sunday

★ DIAL 4572 FOR THEATRE INFORMATION ★

★ PELICAN ★

SPECIAL ADDED Screen Scoop! LOUIS - BAER FIGHT PICTURES

BLOW BY BLOW - SLOW MOTION