

# TAX REDUCTION BILL APPROVED

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### In The Day's News

By FRANK JENKINS

THE Dutch East Indies ruckus is clearing a little.

It is possible to GUESS today (one can't be any more definite than that) that there has been a NATIVE uprising, led by a man named Soekarno, against Dutch long-range rule. As so often happens in such cases, Soekarno's followers appear to be getting WILDER than he wants to be and he seems to be trying to back water.

In the face of firm and positive British action, he has given a cease fighting order, but the extremists in his faction refuse to recognize it and the fighting continues—on a somewhat milder scale than yesterday.

ONE can't help paying some attention to the reports that Japs and Germans—possibly adventurers operating more or less on their own—are mixing into the situation. Having everything to gain and nothing to lose, they are doubtless stirring up trouble among Soekarno's more extremist followers.

This is pure guesswork, but it does tend to illustrate the kind of troubles that are apt to follow in the wake of a great war when opportunists of all sorts take advantage of the situation to seize personal power.

In trying to appraise the present worldwide disturbances, we have to take these ages-old personal-ambition urges into consideration.

THE Dutch, of whose world empire the East Indies islands are a rich part, are today reported to be holding conferences with Soekarno and his Indonesian "nationalists," with Soekarno arguing for recognition of his "de facto" (as is) government, and the Dutch pleading for "co-operation" at serving the best interests of all concerned.

The Dutch, badly nicked by the heavy fighting and severe damage in Holland, are trying to save all they can out of their East Indies possessions, since they will need all the resources they can scrape together to re-establish themselves. Soekarno, of course, is trying to hold what ever power he has been able to seize.

The British, sitting on a very hot spot, having about all they can hope to chew in holding their own empire together and being anxious to avoid biting off any more, are acting in the role of arbitrator.

That about sums up the Indonesian (Dutch East Indies) situation today.

A SEMI-OFFICIAL Chinese dispatch says the Russians are to start a large-scale WITHDRAWAL from Manchuria tomorrow, which will be completed by December 1. The dispatch adds that Chinese forces will be transferred to Manchuria to TAKE OVER where the Russians are letting go.

Manchuria is NOT a part of the Chinese communist area, but this disclosure (if true) does seem to indicate an intention on Russia's part to GET OUT of China, rather than getting in deeper, and it also suggests that she may not be backing further expansion by the Chinese communists.

(Again pure guesswork. Russia is still playing the role of mystery man—a role that has so far paid off well.)

MORE and more the Chungking Chinese and the northern Chinese communists are acting like SEPARATE NATIONS. But if the Russians KEEP OUT of the Chinese situation can be handled. Whether China means BAD TROUBLE or just another headache depends altogether on Russia's intentions there.

If Russia is willing, we can QUARANTINE the Chinese troubles, and if no other way out is possible we can let the (Continued on Page Two)

### Man Jailed On Incest Charge

YREKA — John L. Huston, 45, of Dunsmuir is being held in the county jail here to answer charges of incest filed by Chief of Police William Ayoite of Dunsmuir.

Huston, an employee of the Southern Pacific company, is accused of the rape of his 11-year-old daughter. He is the father of two other children, a 12-year-old son, and a daughter, aged seven or eight years.

According to Yreka officials who investigated the case, the alleged crime is said to have occurred a number of times, involving the same girl.

No plea was entered by Huston at his arraignment in justice court at Dunsmuir last week.

### BARUCH WARNS OF DANGER OF WORLD WAR III

Advisor Says America Should Police Science

WASHINGTON, Nov. 1 (AP)—Bernard M. Baruch said today "the Germans and Japanese will strive unceasingly through science, technology and engineering to devise some means for waging a third world war."

The United States should establish a national science foundation whose duties would include counseling for "effective policing of the war-gear science of Germany and Japan," the white-haired advisor to presidents asserted.

"The long-term control of the scientific resources of Germany and Japan must continue for many years after the last occupation troops leave those lands—until there has been a spiritual rebirth of those peoples," he said.

Baruch made his statements in testimony prepared for a joint senate military-commerce subcommittee studying bills on federal aid to science.

Research Needed He said intensive scientific research during peacetime is needed to prepare the nation for any future emergency, but declared: "Vital as it is, scientific research is not a substitute for universal training for war. It is not a substitute for a modernized industrial mobilization which will convert our nation in quick order to the condition of a war machine." (Continued on Page Two)

### GATHWRIGHT FOUND INNOCENT BY JURY

It took a circuit court jury less than 30 minutes yesterday afternoon to decide that Dennis Samuel (Pat) Gathwright was not guilty of possessing stolen property, but the disposition of the 8000 grain sacks involved in the case was still hanging fire.

The sacks were allegedly stolen from Everett R. Long while stored in a Malone warehouse, and sold to Gathwright by a man identified only as "Smoky."

Gathwright in turn sold them to Jerry Short and Bob Cheyne, (Continued on Page Two)

### Death Claims Polish Leader

LONDON, Nov. 1 (AP)—Wincenty Witos, 71, deputy to the president of the Polish national council and leader of the powerful peasant party, died yesterday at Krakow, a BBC broadcast said last night.

An outstanding figure in Polish politics for half a century, Witos was prominent in discussions with allied authorities this year preliminary to the formation of the present Polish provisional government.

### Johnny Walsh, Whose Wife Vanished, Back From Guam

SEATTLE, Nov. 1 (AP)—Young Johnny Walsh, whose wife vanished two months ago while he was with the navy on Guam, was a man nearly smothered in affection today by the three small children he hardly knew.

Johnny, 22, got home yesterday aboard the S. S. Colusa, just one man among 1300 blue-clad sailors milling around the dock until the navy learned that here was the boy whose father had written the navy department and President Truman:

"For God's sake, send my son home; his wife has disappeared." Twenty-five minutes after his discovery Fireman 1/c John Walsh was on extended leave and headed for the Seattle home where Grandfather William Walsh, 72, had plunked all the youngsters into the bathtub for a quick scrub as soon as he learned Johnny was in town.

"Oh, My Gosh" They were John Patrick, 5, Maureen, 3, and William, 16 months, and they met Johnny Walsh with open arms and an excited outpouring of words, and all that Johnny Walsh could

### President OK's Court Term Here

President Truman today signed the bill which gives Klamath Falls a federal court, marking the successful culmination of a local effort that has extended over a period of years.

Under terms of the bill, a term of federal court will be held here each June. Quarters will be provided locally, presumably in the district court room of the courthouse, and the same court clerk and deputy marshal will serve for both the Klamath and Medford terms of federal court.

Term Needed For many years, Klamath people have argued the need for a federal court term here, pointing out that much of the business which has developed in federal court elsewhere in the state originates in Klamath county, with its many Indian and other federal relationships.

Active in the recent effort was the Klamath County Bar association, the chamber of commerce, and numerous organizations which gave their support. (Continued on Page Two)

### Red Forces In Manchuria To Withdraw

By SPENCER MOOSA CHUNGKING, Nov. 1 (AP)—A semi-official Chinese dispatch from Tientsin today said that Soviet forces in Manchuria would start a large scale withdrawal tomorrow and it would be completed by December 1.

The Chinese report, from Changchun, asserted that Chinese forces would shortly be transferred to Manchuria to take over garrison duties and the entire operation would be completed by December 3. Problems connected with the transfer of authority have been settled, the report said.

Negotiations leading to the settlement were conducted for China by Gen. Hsiung Shih-hui, director of Generalissimo Chiang Kai-shek's branch headquarters at Changchun, and Chiang Chung-kuo, the generalissimo's elder son, who is special commissioner for foreign affairs in Manchuria.

A communist spokesman said (Continued on Page Two)

### Butter Price Upped 5 Cents

Butter went up 5 cents a pound today. The office of price administration was advised just before noon Thursday that the increase, originally scheduled for November 5, had been upped and effective November 1.

Retail operators were ringing the OPA offices here to keep in touch with the increase on butter and most of them had been contacted. OPA officials here said that butter prices would go up in the mail today.

Following is the telegram received from the district price executive office, Portland: "Retailers purchasing butter on increase cost due to the removal of subsidy, may apply their markup over net cost beginning November 1."

### Johnny Walsh, Whose Wife Vanished, Back From Guam

say for a long time was "Oh, my gosh! oh, my gosh!" Grandfather Walsh told him then how his young wife, Muriel, became desperately despondent after Johnny went overseas 16 months ago—on the day Baby William was born. She waited and worried and wanted Johnny home until, two months ago, she disappeared.

"I took care of the children—and did a darn good job, too—until I got afraid I would play out," said Grandfather Walsh, who had fought with Dewey at Manila.

"I shook with worry, actually shook," Johnny Walsh said, recalling the arrival of his father's letter. With the aid of a chaplain he obtained clearance to come home and sailed Oct. 14. The next day Guam received a message from the navy department that would have put him aboard a homing plane.

"Now can we have mommy back?" said Maureen, suddenly. Johnny looked at her seriously and answered: "Yes, We'll find her." Grandfather Walsh gripped the mantel very hard.

### INDONESIANS ATTACK THIN BRITISH LINE

Extremist Forces Out Of Control Of Soekarno

By RALPH MORTON BATAVIA, Java, Nov. 1 (AP)—Extremist Indonesian forces, apparently out of control of President Soekarno of the "Indonesian republic," were reported intensifying their attacks on thin British forces in several sections of central and western Java tonight in defiance of an order of their president to cease fighting.

At Magelang three British fighter planes struck at extremists and supported Gurkha troops in recapturing most of the town after the Indonesians had opened up with mortars. A bombing line was reported to have been established at Magelang to prevent extremist forces from reaching the town.

A squadron of Stuart tanks of the 11th cavalry was unloaded at Soerabaja today to reinforce British troops at that naval base.

Tension Lifted perceptibly elsewhere in Java after a conference between Dutch and nationalist leaders at Batavia. The Dutch information service said the meeting was cordial, and (Continued on Page Two)

### RUSSIA FAVORS JAP CONTROL COUNCIL

MOSCOW, Nov. 1 (AP)—The Soviet news agency Tass said today in a dispatch from Washington that the Soviet Union favors a control council for Japan made up of Russian, American, Chinese and British representatives, with an American as permanent chairman.

(In Washington President Truman said yesterday he had received a satisfactory reply from Generalissimo Stalin to his recent letter on the current diplomatic difficulties. The president said that on the basis of the reply he expected Russia to join the Far Eastern advisory commission soon.)

Not Taking Part The Tass dispatch said that in the interest of clarity it should be pointed out that the Soviet Union is not taking part "at present" in the Far Eastern advisory commission.

"The Soviet government feels that the question of the advisory commission should be solved in connection with the formation of a control organ for Japan which would consist of representatives of the four powers under the chairmanship of the United States representative."

### Army Discharge Score Lowered

WASHINGTON, Nov. 1 (AP)—The army's discharge score for enlisted men was lowered today from 70 to 60, making approximately 900,000 additional soldiers eligible for release.

Announcement that the reduction would be effective today previously had been made by Gen. George C. Marshall, army chief of staff.

The discharge score for enlisted Wacs also was dropped from 38 to 34, but scores for all officers and nurses were left unchanged.

The air forces meanwhile announced that AAF enlisted men who have 50 or more points and two years of service will be discharged providing they are classed as surplus and are in the United States.

Surplus enlisted WACS in the air forces also will be released if they have at least 29 points and a year of service.

### Arriving In United States

By The Associated Press Ernest E. Moors, PFC, Weed, Calif., arrived on Colby Victory due Newport News October 28. Ivan P. Wright, T/4, 702 Shasta Ave., Dunsmuir, Calif., arrived on MS Klipfontein due Seattle October 28.

### Ghost And Sailor Gobble Halloween Treats



A busy marine, who assisted at the USO Wednesday night, beams on two little visitors who were out on their first Halloween prowl. They were among some 2000 youngsters to be treated at the open house held Halloween night at the service men's center.

### Klamath Kids Turn Out En Masse For First Postwar Halloween Celebration

Practically every kid in town was out last night! It was Halloween and a fairly safe and sane one as far as law enforcement officers could see. There were a few minor acts which were not condoned by police such as the turning on of six fire hydrants, ringing in two big alarms thought to be the work of Halloween pranksters, and the removal of street signs.

In the suburban area, state police said they had received reports of several junked cars piled in the driveways of residents who didn't know what to do with the stuff. There were a few picket fences turned over but outside of that the police were satisfied.

Open House In town youngsters put on bedspreads and pillow cases, dressed as hobos or rummaged around in the trunks for old costumes, and paraded to the USO center where open house

### 4000 GREYHOUND EMPLOYEES STRIKE

By The Associated Press Travel of thousands of bus passengers in a wide section of the country was impeded today as service on Greyhound bus lines east of Chicago into New England and southern states was halted by a strike of 4000 AFL employees over a wage dispute.

The walkout of drivers, ticket agents and garage employees after unsuccessful efforts at conciliation, affected service on six Greyhound lines serving scores of cities. A bus line spokesman in New York City said the runs would be shut down as the company did not plan to hire substitute drivers.

Leave Jobs The strikers left their jobs in New York, Chicago, Cleveland, Columbus, O., Washington, Boston and other cities at the midnight strike deadline shortly after a federal conciliator in Washington said a three-man parley had failed to effect a settlement. The AFL Amalgamated (Continued on Page Two)

### Reeck Suffers Injury To Feet

Charles Reeck, 72, who spent two and one-half days in the woods while a searching party scoured the Buck mountain area from Sunday until Tuesday night, suffered from injury to his feet his son, Russell Reeck, said today.

The elder Reeck had "toasted" his feet in front of his campfire which he built Monday night and as a result received medical care yesterday.

Russell Reeck advised The Herald and News Thursday that he had prevailed on Buster Ott, state highway employe and a volunteer searcher, to accept the \$150 reward offered for finding the elderly man. Ott had previously refused the reward, Russell Reeck made the following statement:

"The paper stated last night that Buster Ott refused the \$150 reward offered to the person finding my father. That is true. Ott emphatically refused it, but I insisted upon his taking the money as he was most certainly entitled to it. The entire Reeck family wishes to sincerely thank each and every person who aided in the search and for their splendid efforts and cooperation."

was held from 8 to 9 p. m. At least 2000 children attended the affair, first of its kind here. Service men aided at the center, skipped rope with little girls, carried babies around in their arms, wiped dripping heads as they emerged from the apple-bobbing tub. Marines operated the "spook" room and learned that the kids thrived on fright. Youngsters lined up three deep waiting to get into the ghost room which finally had to be abandoned because the ghosts couldn't stand the attack of the kids who insisted on finding out who was under the white robes.

One marine, hiding behind a skeleton, got a sound punch on the nose from a young miss determined to show she was unafraid.

Games were played and refreshments served to the huge gang of children. Chuck Stanton, Marine barracks, was master of ceremonies.

Residents reported the fewest number of "trick and treaters" in many years as the USO provided a mecca for the youngsters.

Yum-Yum At one Oak street home, the lady of the house seemed fairly confused about this "trick or treat" business. She said she had never heard of it, but was more than willing to cooperate. The kitchen failed to yield candy, cookies or apples, traditional treat stuff, but she did find two New York cut steaks which she handed two little girls, both of whom bore home their loot in triumph.

At one Pacific Terrace home a ledger has been kept for the past four years and visiting ghosts and goblins have signed their names in the Halloween guest book. In all this time no window soaping had been done at this house, but last night older boys completely soaped the

### Two Men Slug, Rob Paralytic

VANCOUVER, B. C., Nov. 1 (AP)—Sitting in his wheel chair in a tiny herb store which also is his home, Milt Porter, 67, a paralytic, was slugged and robbed of \$108 by two men last night, police reported.

One of the men, Porter said, had blackened his face and the other wore a white handkerchief as a mask. He said they escaped in a light coupe he believed was operated by a third man.

### Georgia Wipes Away Jail Term Of Famous Fugitive

ATLANTA, Nov. 1 (AP)—Georgia wiped away today a prison sentence which has hung over the head of the famous fugitive, Robert Elliott Burns, for 23 years and restored his civil rights.

The State Pardon and Parole Board commuted his sentence to the time he had served but declined to grant a full pardon to the man whose book, "I Am A Fugitive from a Georgia Chain-Gang," aroused a storm of protest in this state.

The board explained to Burns it did not grant a full pardon in any case in which the prisoner admitted his guilt—and Burns admitted a \$5 stick-up in Atlanta in 1922.

He gave the three members of the board a detailed account of how, a hungry and jobless veteran after the first World War, he accompanied a flophouse ac-

quaintance on the grocery store holdup.

"It is my great faith in you—that is the reason I am here," Burns told Arnall as he shook hands with the governor, who was waiting in an outer office to receive him.

Arnall said "I'm glad to see you came back to Georgia." Burns asserted his decision to return stemmed from reading newspaper articles about Arnall's prison reform program, explaining "I thought it was time for me to come back."

He declared his wife, Clara, was "not very anxious" for him to leave New Jersey but that "I told her we would have to face it some time, so why not now." They have three children, the oldest 7.

Burns escaped twice and once turned up as a \$20,000 a year magazine editor in Chicago.

### THREE PEDESTRIANS INJURED BY AUTOS

South Sixth street claimed accident victims last night when three pedestrians received injuries when they were struck by motorists, state police reported.

Seriously injured and in Hillside hospital, are Archibald O. Davig, 43, Great Northern employe, and Alva William Strong, 41. Both reside at 4848 Bisbee.

The two were struck at about 6:30 p. m. by a car said operated by Hubert Walter Pound, 2636 Gettle.

Blinded Pound told state police he was blinded by oncoming lights and that both men attempted to cross S. 6th through heavy traffic. Both Davig and Strong were walking across the street toward their car from the Buffalo lurch.

### Blinded

Davig is receiving treatment (Continued on Page Two)

### WEATHER

November 1, 1945 Max. (Oct. 31) 45 Min. 31 Precipitation last 24 hours 0.00 Stream year to date yds. 1.02 Normal 89 Last year 38 Forecast: Clear and cold. Friday Shooting Hours: Klamath-Tulelake Open 6:23 a. m. Close 5:58 p. m.

### Measure Goes To Truman

WASHINGTON, Nov. 1 (AP)—The senate approved the \$5,920,000,000 tax reduction bill today, sending it to the White House for President Truman's signature.

The house on Tuesday has accepted the final form of the measure as worked out by a senate-house conference.

Admittedly a "quickie" bill to bridge the gap between V-J day and enactment of comprehensive postwar tax legislation, it will—

Reduce everybody's income tax, lift all income tax liability from 12,000,000 persons and give veterans special tax preference, for total individual reductions of \$2,644,000,000;

Repeat the excess profits tax on corporations, along with the declared value excess profits levy and the capital surplus tax and reduce the combined normal and surtax rates on business by from 2 to 4 percentage points, for a total corporate saving of \$3,136,000,000;

End the "use tax" on cars and boats, reducing federal revenue by \$140,000,000; and Freeze the social security payroll tax throughout 1946 at the present rate of 1 per cent each on employer and employee.

Senate Balked The bill makes no change in the wartime excise taxes on such things as cosmetics. The house had voted to set back to their 1942 rates next July but the senate balked.

Individuals drawing salaries or wages will feel the benefits immediately after January 1. They'll have smaller tax withholdings from their pay envelopes.

Savings to individuals under the new income tax provisions are illustrated by such comparisons as these: A married person with two (Continued on Page Two)

### 16 Germans, 1 American Fatally Hurt

BLISSFIELD, Mich., Nov. 1 (AP)—Sixteen German prisoners of war and an American soldier were fatally injured when a train smashed into their truck at a crossing near here yesterday.

PFC. Edward Loughrin of Cadillac, military policeman in charge of the group, died today in Adrain hospital. Three prisoners were reported in serious condition.

A New York Central passenger train demolished the bus. Striking it broadside and strewn bodies of victims and wreckage 300 feet along the right-of-way. The men were returning to the Blissfield POW camp after work on a beet farm.

Mass funerals services will be held at Fort Custer Saturday. The services will be under both Catholic and Protestant faiths. The German imperial religious service will be included.

### Evidence Shows Hitler Dead

BERLIN, Nov. 1 (AP)—British headquarters said tonight that evidence sifted from intelligence reports shows "as conclusively as possible without the bodies" that Hitler and his mistress, Eva Braun, died last April 30 in the bunker of the reichschancellery.

Their bodies later were buried just outside the bunker, the British intelligence reports said, even as Russian armies were applying the last touches to the conquest of Berlin.

The British report said both committed suicide, Hitler by shooting himself through the mouth and his mistress taking poison.

"After the suicide the bodies were taken into the garden just outside the bunker by Goebbels (propaganda minister) and Bormann (Martin Bormann, deputy leader of the Nazi party) and several others, drenched with gasoline and burned," the British concluded.

### Nazis Buried Victims Alive

METZ, France, Nov. 1 (AP)—Examiners at the mass graves of 23,000 Russian prisoners of war near Boulay said today they had found evidence that many victims were buried alive by their Nazi captors.

German prisoners of war continued exhuming the bodies by the thousands, working in shifts around the clock in the two enormous pits.