

# HOUSE UPHOLDS TAX CUT VETO

## In The Day's News

**WEATHER**  
Max (June 16) 61 Min. 45  
Precipitation last 24 hours .50  
Stream gauge to date 10.33  
Last year 18.76 Normal 11.56  
Forecast: Partly cloudy today,  
light and Wednesday.

# Klamath Falls News

CLAMATH FALLS, OREGON, TUESDAY, JUNE 17, 1947 (Telephone 8111) \*\* No. 10961

**By FRANK JENKINS**  
THE house of representatives falls by two votes to overthrow President Truman's veto of the tax reduction bill—thus killing tax reduction for another year, as BOTH houses of congress have to act to overcome a Presidential veto.

ON the Republican side, some tears were shed (for the record). Some bitter words were spoken (for publication).  
Speaker Martin said: "Apparently the Democrats have little interest in cutting expenditures and reducing taxes." Carroll Reece, chairman of the republican national committee, pontificated: "Mr. Truman has committed his administration to continued support of the tax and tax and spend and spend and elect and elect philosophy of the now discredited New Deal."

ON the Democratic side, applause broke out when the result of the vote was announced. Signs of relief, less audible but equally fervent, were doubtless breathed by most of those present and voting.  
Spending is always popular. Economy is never popular. Economy is practiced only as a last resort to get out of the trouble that follows too much spending.  
That is the way we do it as individuals. So our government, which rests on individuals, can hardly be expected to do it otherwise.

ONE might add a word here to the Republican majority in congress: "You can still economize, gentlemen, if you are so minded. You can SPEND LESS in the months to come. The less you spend, the more money there will be to PAY OFF DEBT."

IN that way, it will all finally come out in the wash.  
REPRESENTATIVE HORAN of Washington offers today some interesting information as to government spending and how it is done. He tells a reported fact: money taken by the sub-committee of the house handling appropriations for government corporations and independent offices shows that almost nowhere in the government is there any semblance of cost accounting; that billions of dollars have been spent that can never be accounted for.

HE adds: "In the case of the maritime commission alone, whose bookkeeping procedures were so bad the committee had to hire a private firm to audit its budget, more than \$8,000,000 (eight million dollars) was disposed of in the past ten years for which there is no explanation. The committee reports on all the agencies contain so many revelations of unaccountable practices and outright misappropriation of federal funds as to be almost unbelievable."

SUCH is the free spending policy WITH OTHER PEOPLE'S MONEY. When you spend your own, caution tugs at your coat-tails, whispering in your ears that when your yard is gone you'll be OUT.  
The government's was never gone. When the cash box begins to run low, government merely reaches into the pockets of the people.

AS illustrating the screwball thinking that creeps into the minds of spenders of other people's money, one of the theoretical political reasons for NOT reducing taxation is that higher taxes take the money out of the people's pockets and so they can't spend it to increase inflation.  
Instead, the GOVERNMENT SPENDS IT in the careless, what's-the-difference manner described by Representative Horan.  
So we get inflation just the same.

BUT let's get back to the meat of the coconut.  
President Truman vetoed the tax bill because he thought it would be popular. The house of representatives failed to pass the tax cutting plan over his veto because its members have a sneaking notion that the people LIKE spending.  
Until the time comes when spenders regularly meet defeat at the next election, government spending will continue to be free and easy.

## Ankeny Trial In Second Day

The Lewis H. Ankeny embezzlement trial in circuit court was proceeding at a snail's pace today following the selection of jury yesterday and recess while Circuit Judge David R. Vandenberg considered a defense move to bar the plaintiff over his possession of the Ankeny company's books.  
The books were admitted this morning, insofar as they pertain to the case at hand. This trial concerns an embezzlement indictment with H. C. Merryman, local attorney, as complaining witness.  
Merryman is alleged to have lost about \$1300 in Ankeny's brokerage business.  
J. C. O'Neill, another attorney, was on the witness stand this morning. He took charge of the material equipment of the brokerage office after it closed last fall, and at first had possession of the account books. Later they were impounded by the state and Ben Anderson, Ankeny's attorney, asked them not be admitted as evidence on the grounds that the books were taken in violation of his client's constitutional guarantee against unwarranted search and seizure.  
After the books were allowed to come into the case, the questioning of O'Neill concerned whether the account books were still in the same condition as when he first took them and who made the various account entries. O'Neill didn't know who made the entries.  
Thus far the questioning or evidence hasn't reached the business transaction between Merryman and Ankeny.  
Jurors hearing the case are G. F. Glous, Victor Douglas, Robert P. Glover, John Pastega, Frank A. Victory, George Uerlings, James Britton, Mel Henry, Donald P. Galt, Vern J. Griffith and V. Kalina.

## Child Unidentified

### Mrs. O'Neill Wins Ballot; Blay Trails

Mrs. Victor O'Neill, 1954 Portland, was elected in yesterday's school balloting to a five year directorship term for school district 1, city elementary schools.  
In a very tight vote, Mrs. O'Neill polled 250 votes to 122 for Lee Hendricks, the other candidate and a 35th street druggist.  
Mrs. O'Neill takes over the position on the school board left vacant when Mrs. George Rogers decided not to run for the post again.  
In the county vote, LeRoy Gienzer, Chilcoquin businessman, is leading Ora P. Blay for the position on the county school board on the basis of returns from less than half the polling places, 100 to 38.  
Gienzer piled up his lead in his home town of Chilcoquin, when he polled 94 votes to only four for Blay.

### Assailant Searched In Two States

Search in California and Oregon for the man who assaulted and brutally beat a 3-year-old blonde girl at Weed Sunday morning has not turned up a trace of the man or resulted in identification of a child, although police are following through on numerous tips that the man and girl had been seen together as long ago as last Friday.  
Sheriff Lloyd Low here is trying to locate a bus driver who may have been operating the bus the man and little girl came into Weed aboard, but talks with several drivers here have indicated that the driver of the bus in question resides in Redding.  
The local drivers said they did not take any couple answering to the description of the pair into Weed.  
According to California authorities' reconstruction of the crime is that the man and girl came into Weed on a bus, probably from Oregon, early Sunday morning. The man returned to the bus station later and boarded a bus for Medford. The little girl, badly beaten and near death, was found in a clump of bushes back of a dance hall before noon Sunday.  
In Hospital  
She is now in Siskiyou county general hospital at Yreka where officials said today she was improving rapidly. She is able to sit up and eat ravenously, apparently having been half-starved.  
The girl is able to talk a little, but has not told her name or given a clue to her identity.  
Officials said that the girl had been choked, "handled in a criminal manner," scratched and beaten until her face and body were covered with bruises. When found she was wearing a red double breasted coat, white dress trimmed in blue, brown shoes and blue socks. She had many marks on her body which officers believe were made in beating prior to Sunday.  
No children her age have been reported missing in Northern California or Oregon, adding to the mystery of the case and to speculation that the man might have been her father or a relative.  
Police at Medford, on the lookout for the attacker, said that they had not crossed his trail there, but Portland officers are receiving many phone calls on the case.  
One woman reported she had seen a man about 30 years old in company with a blonde little girl hitch hiking on the Pacific highway near Oregon City last Friday.  
Another asked police at Portland to check on her 3-year-old daughter and estranged husband, explaining that the husband "often threatened bodily harm to the child." She said the child had been living with an aunt and uncle.

### Light Vote

The Crescent man, Blay, took the lead in all other districts reporting, but the vote was very light.  
The county term is also for five years.  
In local school committee voting only a few returns have come in. Henley chose Earl W. Mack chairman of its committee, for a one-year term, Mrs. Basil Brown to (Continued on Page 2, Column 1)

### Fund Estimate Held Tripled

WASHINGTON, June 17 (AP)—President Truman apparently has tripled his original estimate of the amount of money the government will have left over a year hence.  
In vetoing the \$4,000,000,000 republican-backed tax reduction bill yesterday, Mr. Truman asserted that if the measure were to become law "the amount available for debt retirement would be entirely too low for this period of unparalleled high levels of peacetime income and employment."  
Never before has the administration acknowledged that there would be anything at all left for debt retirement if the government lost \$4,000,000,000 in tax revenue.  
The president's official estimate of the coming fiscal year's surplus still remains at the \$1,302,000,000 figure he set forth last January.  
But his veto message indicated he now believes the surplus will be at least thrice that figure—or something over \$4,000,000,000.

### Skies Clear Over Basin

Clearing skies were in evidence today over Klamath Falls, but a state weather forecast of "partly cloudy tonight and Wednesday" made Klamath residents shake their heads in bewilderment at the variety of weather offered in this vicinity.  
The annual rainfall figure, low until late May, has come up by leaps and bounds since a rainy season which began May 27. Monday's downpour brought the yearly figure so far up to 10.55 inches, compared to the normal precipitation figure of 11.56, and last year's total, 13.26.

### Warm Springs Cutoff OK'd

PORTLAND, June 17 (AP)—The state highway commission decided today to take preliminary steps toward completion of the Warm Springs cutoff between the Mt. Hood loop highway and The Dalles-Columbia highway.  
A delegation from central Oregon told the commission the route would cut 20 per cent off the present mileage between Portland and central Oregon.  
A 32-mile stretch, it would run from the Mt. Hood loop highway at Bear Springs to Madras. The state share would involve paving of 25 miles. The additional seven miles in forest service land would be completed when the forest service obtains funds.  
Engineer R. H. Baldock was instructed to work out a program for the paving.  
The commission also opened bids on several projects, including:  
Klamath county—Lower Klamath lake section of the Midland secondary highway, 7.01 miles of grading, surfacing and oiling, E. L. Sommers, Klamath Falls, \$169,754, low bidder.  
The Warm Springs cutoff, which would reduce the distance to Portland from Klamath Falls via Bend, is supported by the Klamath County chamber of commerce.

### Agascalientes Hit By Flood

AGUASCALIENTES, Mex., June 17 (AP)—Fourteen persons were known to be dead and eight to ten were reported missing today in the wake of a flood at Viudas de Oriente which left several hundred families homeless.  
Three dams damaged by a heavy rain Sunday slowly poured water over the fertile valley to a depth in some places of nearly seven feet. Highways into the area still were out today, hampering the feeding of refugees.  
MURPHY NAMED  
SALEM, June 17 (AP)—Claude H. Murphy, who has been state real estate commissioner since the office was created eight years ago, was reappointed for a four-year term today by Governor Earl Snell.

### Crash Victim Still Critical

Mrs. Sena Anderson, 68, of 1144 Plie, is still in a critical condition at Klamath Valley hospital from injuries received when she was struck by an automobile Sunday night.  
Mrs. Anderson was hit while crossing the street at 11th and Pine near her home by a car driven by Robert E. Kline, 1304 Worden, about 9 p. m. Sunday. Police said Kline drove on up 11th to High then turned around and came back to where Mrs. Anderson was lying on the pavement. He took her in his car to the hospital.  
Her injuries include a fractured pelvis, fractured right leg, bruises and shock.  
After an investigation, Kline was arrested by city police on charges of failure to yield right of way to a pedestrian and for having only one headlight. Judgment was deferred in both cases.

### Trains Collide At Summit

EUGENE, June 17 (AP)—Three Southern Pacific freight trains were scalded severely late yesterday when two engines sideswiped and overturned at a siding near Cascade Summit, disrupting main line traffic for nine hours.  
Engineer G. A. Gilmer and Conductor Fred Miller, both of Eugene, and Fireman W. A. Hack, Springfield, suffered first and second degree burns from escaping steam.  
A railroad spokesman said the engines hit when one swung from a siding onto the mainline and then returned past the other engine on the same siding.  
The railroad's northbound Klamath passenger train was held at Cruzate and the southbound Beaver and Cascade were held at Eugene during the tie-up.

## Override Move Falls Short By Just Two Votes

WASHINGTON, June 17 (AP)—The house today upheld President Truman's veto of the \$4,000,000,000 tax reduction bill, thus killing it finally and completely.  
The vote was 268 to pass the bill over the veto and 137 against. Thus it was two votes short of the two-thirds majority necessary to pass a law over the president's disapproval.  
When that count turned up on the roll call, Republican Leader Halleck of Indiana demanded and obtained a recount, but no votes were changed.  
Voting to override the veto were 233 republicans and 35 democrats.  
Supporting the president were 134 democrats, two republicans—Carl Andersen of Minnesota and Hull of Wisconsin—and the American labor member, Marcantonio of New York.  
Applause broke out on the democratic side as the vote was announced.  
The house action means the senate will not even vote on the issue of overriding the veto.

It means, too, that republicans have an issue they already have made clear will figure prominently in the 1948 presidential campaign. Before the vote, Speaker Martin had declared that if the senate or house upheld the veto it would mean no new attempt this year to reduce taxes.  
"Last Say"  
"This is the last say on taxes this year," he said. "Apparently the democrats have little interest in cutting expenditures and reducing taxes."  
"We may have to wait until we get a republican president before we get tax reduction."  
House Republican Leader Halleck of Indiana issued a statement saying the republicans flatly reject

## Rain Slows Down Summer Recreation Program Here

Playgrounds remained virtually empty when children failed to respond to the summer recreation program which opened at Klamath Falls playgrounds Monday. According to Samuel H. Smith, city recreation director, playground supervisors were on hand but spent a very quiet day. Smith stressed the advantages of supervised play for children and hoped, Tuesday, that parents would interest children in the activities being offered. Smith believes the rain kept children at home.  
More children will be welcome in the arts and crafts classes. The following schedule indicates arts and crafts classes being conducted at the various schools:  
Fremont—Wednesday, 1 p. m. to 4 p. m.; Thursday, 9 a. m. to 12 noon; Friday, 1 p. m. to 4 p. m.  
KUH—9 a. m. to 12 noon, and 1 p. m. to 4 p. m.; Thursday, 1 p. m. to 4 p. m.; adults only; Friday, 9 a. m. to 12 noon.  
Mills—Monday, 1 p. m. to 4 p. m.; Wednesday, 9 a. m. to 12 noon; Friday, 9 a. m. to 12 noon.  
Pelican—Tuesday, 9 a. m. to 12 noon; Friday, 1 p. m. to 4 p. m.  
Roosevelt—Monday, 9 a. m. to 12 noon; Wednesday, 1 p. m. to 4 p. m.  
Woodworking classes at KUH are open for children in the third and fourth grades from 9 to 10:30 a. m.; fifth and sixth graders, 10:30 a. m. to 12 noon; and seventh graders and over, 1 to 3:30 p. m.  
Smith stated that transportation for children in the Pelican school district will have to be discontinued unless more children take advantage of the service. Response to the swimming program was "fairly" good, Smith said, but children may still register for instruction.

## Pair Fined On Hunting Count

Donald LeRoy Taylor, who was a companion of Herbert Hall when the latter was killed in a hunting accident near Calamus springs last week, was fined \$25 in justice court at Chilcoquin on a charge of hunting in a closed season.  
State police made the arrest of Taylor, a resident of Chilcoquin, who admitted the charges.  
Taylor and Hall were road hunting on the reservation with Allen Hatcher. They saw a deer cross the road in front of them. Hatcher and Hall jumped from the car and several shots rang out, one from Hall's gun. His companions a moment later noticed him lying on the ground, and found him dead.  
Police said that Taylor and Hall were not Indians, and were illegally hunting on the reservation.

## Decision On Fate Of Meters To Be Held Off Until October Vote

Decision on the fate of the city's parking meters will be held off until October 7, as a result of a move by the city council in its Monday night session.  
The meter vote will be held at the time of the special state balloting, slated for the October date, and will eliminate a heavy cost outlay by the city. End of the six-month meter trial period is July 25. Had the city decided to hold a special meter election, it would have cost a minimum of \$3000, but the cost will be cut something in the neighborhood of \$300 by holding it in connection with the state balloting.  
The move to postpone the vote was suggested originally some weeks ago by the budget committee. The move was formally introduced Monday night by Councilman Angus Newton and passed without discussion by the city dads.  
Terms of the agreement with the Mark-Time Parking Meter company was that the meters would be used for six months, and at the end of that time, voters would be given a chance to make the final decision.  
When the budget committee first suggested the postponement, Mayor Ed Ostendorf pointed out that the financial agreement with the meter company will remain the same, with the city to keep half the intake on the meters.

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## Man Feared Drowned Today

A boat found upside down on Fish lake this morning and failure of Alvin W. Anderson, Klamath Furniture company warehouseman, to return from a fishing trip on the lake last evening, indicated today the strong possibility of another fishing tragedy in this area.  
Deputy Coroner Carlos Morris of Jackson county was today at Fish lake, which lies in Jackson county west of Lake o' the Woods, making an investigation and possibly dragging the water for the missing angler.  
Anderson with his wife Hazel and small daughter Sandra, left Monday on a two-week vacation to Fish lake. Late yesterday afternoon Anderson took a fishing boat out on the lake. His wife watched him disappear around a curve in the shoreline around sunset.  
When he failed to return she called a search party together and some time early this morning the boat was located upturned about (Continued on Page 2, Column 1)

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## One Of These To Reign As Rodeo Queen



These are the girls who will compose the 1947 rodeo queen's court. One of them will be chosen as queen at the coronation ball, Saturday, June 21, at Klamath armory. Left to right, they are Ginger Thomas, Frances Frey, Billie Harris, Barbara Daniels, Carol George, Doris Porterfield, Mary Catherine Hammond. These seven girls were chosen from 19 contestants Sunday judged on horsemanship, at Saturday's dance they will be judged on poise, personality and appearance. —All photos by Kennell-Killa.

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