

Space Awards To Be Made

SAN ANTONIO, Tex. (AP)—Space diplomas — the first ever presented exclusively for completion of space medicine studies — will be awarded Friday.

The sheepskins will go to an international class of physicians and scientists at the Air Force School of Aviation Medicine at Brooks Air Force Base.

Col. Robert Blount, school commandant, will present the diplomas at the close of the first course in space medicine presented in the 41-year-old school's history.

Astronomers, physicists, rocket and missile men, and space medicine experts from 43 states and 16 other nations attended the seminar.

Warm Hand Of Friendship Extended By Show Business

NEW YORK (AP)—Show business extended a warm hand of friendship Wednesday night to teen-agers of the far different world of slums, poverty and delinquency.

The outstretched hand—literally and figuratively—represented the start of an effort by the entertainment world to help the city combat juvenile crime.

The show business attempt to help the city's youngsters is part of Mayor Robert F. Wagner's entertainment program for youth.

That program was begun Wednesday night in the heart of a slum area, in a public school on Manhattan's west side.

There were many stars on hand

Joey Adams, Louis "Satchmo" Armstrong, Eddie Fisher, Eileen Barton, Tommy Edwards, Phil Foster, Morey Amsterdam, Brooks Benton and others.

They didn't confine themselves to a song or a joke. Each toured the audience, extending their hands to many of the more than 500 teen-agers from the west side slums.

Many were Spanish-speaking; most of the others Negroes.

One pretty youngster, Emelina Escariz, 13, asked Adams, the master of ceremonies, if she could personally thank Fisher.

The singer extended his hand but the girl, blushing, moved quickly and kissed him on the cheek. He responded with a hug.

The rest of the youngsters in the auditorium roared approval.

Adams waited until late in the show to make a short speech in Spanish. Then, to show he had more than a limited knowledge of the language—he held a conversation in Spanish with Gilda Valencia, a Brazilian actress.

The program was jointly sponsored by the American Guild of Variety Artists and the City Youth Board.

The New York City Central Labor Council (AFL - CIO) has given its support with a \$20,000 gift. AGVA has given \$10,000.

In the near future, similar programs will be given at others of the city youth centers nightly. The program will last 20 weeks.

Jackie Robinson, former Dodger infielder, spoke briefly at Wednesday night's program. "No youngster in this area," he said, "could be worse than I was as a kid."

Cheered repeatedly, he told the youngsters: "This is for you because you are so tremendously important in our scheme of things."

"DENNIS THE MENACE"



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BASIN BRIEFS

Lakeview resident, Isabelle Kratz, was admitted to Klamath Valley Hospital, Klamath Falls, Tuesday for treatment of a broken elbow.

Mr. and Mrs. Price Waltz from Wheatland, California, walked in on the Earl Sanfords at New Pine Creek last Friday for a surprise visit. Waltz is a rice farmer.

Carroll Cloud of New Pine Creek has moved a 30-foot house trailer which has been sitting on the Willow Creek Grade for the past week to one of his fields. The trailer hitch broke loose on it while it was being transported south. It did not turn over and was only slightly damaged.

Mr. and Mrs. Vernon Vann of Fort Jones called the fire department to their home recently to extinguish a blaze in their pump house.

Fort Jones Schools have all reopened after a two-week vacation. A number of children are reported absent due to illness.

Mrs. Lorraine Fowler of Happy Camp was a weekend visitor at the home of Mr. and Mrs. Sanford Miller and family at Fort Jones.

Merwyn Riekey, driver of the Greenview school bus, had to put chains on the bus to get the children to school recently. icy roads caused the bus to slide into a ditch on the Quartz Valley Divide Hill January 7. The children were 20 minutes late to school, but they arrived safely.

Mr. and Mrs. Ronald Ward, Tulelake, visited Ole Jamison and Gary Jensen, recently in Medford. Both are patients at Rogue River Memorial Hospital there.

Mr. and Mrs. Ronnie DeRosa and children of Redding were recent guests of Mrs. Ernest Hovengen, and Mrs. Leo Davis, all from Fort Jones.

Malin Parents and Patrons will meet Tuesday evening, January 19, at the high school. A panel of teachers from the Malin schools will lead a discussion on educational topics of current interest. Parents and interested persons are urged to attend.

Diane, Donna, and Bill, children of Mr. and Mrs. Ken Burton of Fort Jones, have returned to Redding after two weeks at the home of their parents. Diane is attending a pre-teacher's course, Donna is going to Shasta College of Cosmetology, and Bill will receive his Bachelor of Arts degree from Shasta College January 27.

William J. Rajnus, Army Specialist Four, son of Mr. and Mrs. William Rajnus of Malin, recently was promoted to that rate in Ulm,

SMALL CAR, SMALL REVENUE

TALLAHASSEE, Fla. (UPI)—The popularity of small foreign and domestic automobiles is costing the state of Florida money.

Mrs. Ina Thompson, state motor vehicle commissioner, said Wednesday that although her office sold a record number of license tags last year, revenue from that source did not keep pace with the number of cars.

She said the small cars carry \$5 and \$10 license tags compared to \$20 for larger models.

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Income Tax Facts

Editor's Note: This is one in a series of articles on federal income tax filing. These articles are based on information provided by the American Institute of Certified Public Accountants and the Southern Oregon Society of Certified Public Accountants in cooperation with the Internal Revenue Service.

BUYING, SELLING OR IMPROVING YOUR HOME

In today's economy, with constantly rising prices and land values, it is quite common for the family man to look upon his home as an investment. Not that he entertains the idea of selling it necessarily, but at least he knows that it will probably climb in value and that he could then sell it if he wanted to. However, as an investment, the ownership of a home differs in many respects from the ownership of stocks or bonds, and these differences have important tax implications that you should be aware of.

If you sell your house (which is your principal residence) at a profit and move to a new house, you may not have to pay tax on the profit. Let's say you bought a house five years ago for \$15,000. Since you sold last year for \$20,000. Since you held the house for more than six months, the profit of \$5,000 is taxable as a long-term capital gain at a maximum rate of 25 per cent. However, if you move into a new house either one year before or one year after the sale, and if the new house costs \$20,000 or more, then you pay no tax on the \$5,000 profit. If you are having the new house built for yourself and construction begins either one year before or one year after the sale of the old house, then the period of replacement is extended to eighteen months from date of sale, providing you occupy it within that period.

The important point here is that the new house must cost as much or more than the amount you receive for the old house. If it costs only \$19,000, you must pay the long-term capital gains tax on the balance of \$1,000.

You could actually sell your house at a profit and buy a new one every few years without paying a tax on the profit, but you aren't really avoiding the tax, you are merely postponing it. The cumulative gain will be taxed when the last house is finally sold without being replaced. Even this tax can be avoided if the house is sold after your death by your heirs or estate. The total cost on which the gain will be figured will be the amount you have invested in the house over the years. For example, you originally invested \$15,000 in a house. You sell the house for \$20,000 and buy a new one for \$22,000. Your tax cost for the \$22,000 house is now \$17,000 (\$22,000 less the gain of \$5,000 on the sale of the old house.) Whatever you sell it for above \$17,000 will be a taxable gain.

If you sold your house during the year and haven't yet purchased another, but plan to do so before the replacement period elapses, you must give the details of the sale on Schedule D of Form 1040. You need not report the gain. When you do replace your house within the required period you

Home Extension

PROJECT MEETING

CRESCENT — The Crescent-Gilchrist Unit of Home Extension met January 7 at the Crescent Community Club for an all day project meeting.

Mrs. Jesse Kersten and Mrs. E. B. Stumbaugh, project leaders, led the group in making soups. Several soups were discussed, prepared and served.

The next meeting will be January 21 at the club.

Improvements to your house are not deductible either, but they do increase the cost of your house. This is an important point to remember when planning to sell your house. To determine the amount you will gain from the sale of your house, add the cost of improvements you have made to the original cost of the house and subtract the total from the selling price. If you bought it for \$15,000, added \$2,000 worth of improvements, and sold it for \$20,000, your gain would be \$3,000.

When you invest in a home, it is almost like investing in a business. To be able to take advantage of the legitimate tax considerations you are entitled to, you will need to keep accurate records of your various expenses. So don't forget to save your paid bills from year to year.

TODAY! DOORS OPEN AT 6:45 P.M.

-30-

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Salary Report

Committees studying salaries for school personnel will report during a meeting of budget committees for both city school districts in the Klamath Union High School cafeteria Friday at 7:30 p.m. Budgeters also will study organization of sub-committees and consider a schedule for future budget meetings.

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