

Economy Experts Predict No Recession Before '61

WASHINGTON (AP) — The next recession won't come before 1961 at the earliest, government economists predicted Friday.

Officials reported privately that national output in this quarter has reached the rate of about 500 billion dollars a year, the largest gain in any quarter since 1959.

This was an advance estimate of the actual figure, but officials said the preliminary studies indicate the final report won't be far off the half-trillion dollar mark, one way or the other.

This would represent an advance of roughly 16 1/2 billion dollars since the last quarter of 1959, when the economy was still beset by the steel strike and its after effects. The gain, largest since the outbreak of the Korean War, was accomplished without price inflation and in the face of a February slowdown in steel and auto production.

Much of the first quarter gain was attributed to industry's race to replace inventories depleted during the 115-day steel shutdown which ended early in November. This inventory replacement took less time than was expected and a slower rate of accumulation is expected from now on.

Nevertheless, continued production gains through the year were foreseen by government experts interviewed privately. They did not share the uncertainty in financial circles which has been

reflected in recent stock market slumps and a rapid easing of credit.

The government analysts are relying on a substantial rise in industry's outlays for new plants, machinery and equipment to keep the economy expanding. The Commerce Department and Securities and Exchange Commission plans to increase such outlays this year by 14 per cent over 1959. The rate in the second half of the year is scheduled to reach a record 38 billion dollars annually.

Some officials believe it will go higher. They think expansion and modernization outlays may rise to a rate of 39 or even 40 billion dollars annually by fall.

This buoyant level may diminish as the year progresses, but the taper off their expansion outlays is not deemed catch up with their new capacity.

Then would be the time to look for a recession, one highly placed official said. But as for 1960, he continued, "a recession is conceivable this year only if the automobile industry goes sour."

The Washington economists profess to be unswayed by the recent sharp slumps in stock prices, the simultaneous rise in prices of government bonds, the general raising of credit and the decline of interest rates.

Although these are symptoms which frequently have indicated

CHAMBER COMMENTS

by GEORGE T. CALLISON
Assistant Mgr.
KLAMATH COUNTY CHAMBER OF COMMERCE

Generating new ideas is a basic and critical need in every line of endeavor today. In chamber of commerce work the need is perhaps more urgent than in some other fields.

It was my good fortune this week to take part in two "ideating" sessions. The first took place Wednesday evening at a dinner meeting in the Eugene Hotel, attended by members of the Tourist and Convention committees of the Eugene and Klamath Falls chambers, as well as representatives from Reno, Alturas and from the Yakima Tourist and Convention Bureau. The problem under discussion was to come up with ideas for attracting tourists to any given area, with particular emphasis laid on directing north-south traffic between Eugene and Southern California via highways 97 and 205.

Some idea of the success of the meeting may be gained by the fact that the discussion lasted for nearly three hours. Arguments can last that long, of course, with nothing accomplished, but in this particular case there was an excellent interchange of opinions, ideas and practical methods of attracting — and holding tourists. The emphasis on holding tourists is intentional because one of the ideas most worthy of further consideration which came from the discussion was this: It is entirely possible that there is little or nothing one can do to change a tourist's mind once he has set out on a trip, to include your area on his itinerary; but there are unlimited ways of keeping a tourist in your area once he is there. Boiled down to one simple statement, it is just this: Treat him like a friend.

Thursday evening in the chamber offices a group of eight men, of which I was one, had the fascinating and challenging experience of engaging in a "brainstorming" session. The basic aim of brainstorming is to pile up a quan-

"DENNIS THE MENACE"



HOW'D YOU LIKE TO FALL FLAT ON YOUR FACE RIGHT IN THE MIDDLE OF THAT?

HERE COME THE PEOPLE RAGING... THE PASSIONS EXPLODING... EVERY SAVAGE SOUND AND FURY OF THE WRATHFUL BEST-SELLER!

PAUL DAVID MUNI WAYNE
The Last Angry Man

with BETSY PALMER-LUTHER ADLER
CLAUDIA MCNEIL-JOBY BAKER
Screenplay by GERALD GREEN based on his novel

Feature - 1:00 - 3:10 - 5:20 - 7:30 - 9:40

TODAY! Continuous From 12:45

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TOWER
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Doors Open 12:45 P.M.

The TRUE and MIGHTY Story of Alexander the Macedonian — the worlds and women he took by right of conquest!

ALEXANDER THE GREAT

Richard Burton - Fredric March - Claire Bloom - Danielle Darrieux - Barry Jones

Feature Times: 1:30 - 5:25 and 9:25

NOW 2 BIG HITS

BATTLE OF THE SEXES ... AND SIX-GUNS!

CLARK GABLE
FLEANNOR PARKER

THE KING and FOUR QUEENS

COLOR by DeLuxe

with JEAN WILLES
BARRARA NICHOLS
SARA SHANE
Also Starring
JO VAN FLEET

Feature Times: 3:30 and 7:30

CITY BRIEFS

Mrs. Carl Hansen, 1238 East Street, has returned to her home from Klamath Valley Hospital, where she had major surgery.

Gene N. Young was called to Portland by the death of a sister, Mrs. Lilla Banks, who died at the home of another sister, Mrs. F. C. Wright, in Portland.

Mrs. F. S. Nida is recuperating at home after recent surgery at Klamath Valley Hospital. Mrs. Nida lives at 1810 Crescent Street.

Family Fireside potluck hour at Klamath Lutheran Church, 1175 Crescent, Sunday, March 27, at 5:30 p.m. Take the family and something for the potluck. Mrs. P. J. (Charlotte) McEntire will show movies of Mexico. The quartet of the Sweet Adelines Chorus will sing.

Degree of Honor will have a potluck dinner at 6:30 p.m. Monday, March 28, for members and their families. A short business meeting and program will follow.

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Manzanita Social Club will conduct a rummage sale Friday, April 8, beginning at 8:30 a.m. at Clyde and Art's Towing Service on Klam-

A Weaving Class for beginners opens Tuesday, March 29, at 7:15 p.m. at the old Moore home in Maple Park. More information is available by calling TU 4-7555.

William J. Noel, Army private first class, is participating in a rapid-deployment troop maneuver in Puerto Rico with his airborne division. He is the son of Mrs. Lura Noel, 114 Eldorado Avenue. He was graduated in 1958 from Klamath Union High School.

Robert L. Sari, Army specialist fourth class, is participating with his airborne division in a special 18-day fast deployment maneuver in Puerto Rico. He was graduated in 1958 from Klamath Union High School. E. C. Sari, 2439 Homedale Road, is his father.

John M. Kahl, son of Mr. and Mrs. Frank B. Kahl, 1212 Eldorado Avenue, was promoted recently to sergeant first class and appointed a squad leader of his Army Reserve officers training corps unit at Stanford University. He is a senior majoring in architecture.

UNHAPPY TAXPAYER
LOS ANGELES (UPI) — An anonymous critic Thursday sent post cards to city councilmen reading "Have money! Will squander! Los Angeles City Council!"

ROCK 'N ROLL Dance & Show LEON SMITH and his Orbit Rockers

Plus Kay Johnson, Girl Vocalist

This group last year made the popular record "Little Furry Ford!" They are now hoping that their newest release "Honey-Money" will be a hit.

Saturday Night April 2nd 9 till 1 a.m.

RED BARN
Dorris, Calif.
Admission 1.25 before 9 1.50 after 9

2,000 Ideas Anticipated From TV Panel Discussion

A panel of local business and professional men will demonstrate a method of idea development, known as brainstorming, as it applies to civic improvement in an hour-long program on Channel 2 this evening at 6 o'clock. Edward L. Strand, who has made a nationwide hobby of the technique will serve as moderator for the group, which will include Ben Kerns, Gene Favell, Frenchie Richard, Carrol Howe, George Callison and Wilbur Womer.

The problem to be "stormed" by the panel will be, "What new ideas can we think of to make Klamath County the cleanest, brightest, most colorful and attractive area in the world?" The ideas developed by the panel will be written down, and the viewing audience should have paper and pencils ready to preserve any ideas they might develop. The audience will be asked to phone their ideas in during the program, or to mail them to the station, where the ideas will be screened and turned over to proper civic groups for action.

Strand estimates that at least 2,000 ideas will be developed, and that six per cent of them will be unique and usable. He pointed out that one idea with action could bring fantastic changes—referring to little Damascus, Oregon, the town of inspiration and perspiration that drew more centennial visitors than the exposition at Portland.

In a half-hour practice session Thursday evening at the chamber of commerce, the above panel developed over 200 ideas for promoting the sale of Klamath Gem potatoes in the San Francisco area. Since judgment is eliminated while creating positive thoughts, ideas ranged from spraying Golden Gems with identifying gold or yellow food dyes to placing a diamond

Not Guilty Plea Entered By Kin

Fred and Hawley Hood, Chiloquin, cousins accused of assault with a dangerous weapon upon Eugene Belgard last February 21, each pleaded not guilty in circuit court Friday.

Judge Charles H. Foster scheduled Fred Hood's trial for May 21 at 10 a.m., with Hawley Hood's trial to follow.

Fred, 21, was indicted by the grand jury for assaulting Belgard with a knife after Belgard allegedly was unable to repair a dresser drawer to the cousins' satisfaction. The incident occurred after a night-long drinking party.

Hawley, 21, was accused of beating Belgard with a wooden club.

Shower

BONANZA — There will be a shower at the Langell Valley Community Hall the evening of Thursday, March 31, for Mr. and Mrs. Bob Brett and family, who lost their home and all their belongings in a fire March 23. The Bretts have three children, Johnnie, 9, Robin, 13, and Kathy, 15. Everyone interested is invited to donate household articles or money. Refreshments will be served.

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FRANK JENKINS, Editor
BILL JENKINS, Managing Editor
FLOYD WYNNE, City Editor

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Soran's locally grown, large, juicy

FRYERS 43^c lb.

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Beef Short Ribs Delicious braized, barbecued 33^c lb.	Try These Rib Steaks Fine for Broiling 77^c lb.
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Snowdrift
6 lb. Tin \$1.19

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For Every Kiddie Accompanied by a Parent.

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Pancake & Waffle Mix 4 lb. bag 55^c

Swift's
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WISK For the family wash 65^c Qt.	TUNA Spruce solid water pack 4 1/2 tins 89^c	TANG 14-oz. Jar 59^c
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Pillsbury Double Dutch Devils Food
Cake Mix 4 pkgs. \$1

Maxwell House
Instant Coffee 6-oz. Jar ?

Coachella Pink
Grapefruit 3 FOR 25^c
Crisp, firm heads

Cabbage 6^c lb.
ICE for your picnic or party - Big Bag 25c

Specials for Monday - Tuesday - Wednesday

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