

U. S. OUTLINE OF POLICY Tax Veto Message Will Go To Congress This Week

Chances Of Overriding Are Remote

Two Votes Shy Of Two-Thirds

WASHINGTON (AP)—The White House said today President Truman's message vetoing the new \$4,000,000,000 income tax reduction bill will be sent to Congress this week—probably on Friday.

In advance of final legislation on the Republican measure, Mr. Truman had given notice that he intended to veto it as he had previous, similar bills, and also gave assurance that the veto would be forthcoming promptly after he received the legislation.

Press Secretary Charles C. Ross, in discussing plans for the veto message, told reporters that the bill is expected to reach the White House sometime during the day.

The possibility of putting the bill into law over Mr. Truman's veto has virtually disappeared despite the 60 to 22 vote which passed the Senate yesterday. Although this gave the bill a two-thirds margin, it is 10 votes shy of the two-thirds needed to override the veto.

With the Senate membership now 85, those 22 "nay" votes would be sufficient to prevent enactment. The administration is counting on another sure vote with the scheduled return of Senator E. Thomas C. Dennis, who today from an international conference in London.

"FIGHTING CHANCE"

Republican backers of the bill refused to concede defeat.

Senator Millikin, Republican, Colorado, manager of the bill, told reporters there still is "a fighting chance" Senator Tom O'Connell, the Republican policy committee chairman, held that there is a possibility yet of pulling it over the veto.

It will go first to the House, which passed the bill a week ago today by a vote of 702 to 112.

The current measure is identical with the one Mr. Truman killed last month except that it would take effect on Jan. 1, 1947. It provides tax cuts ranging from 30 per cent in the lowest income range to 10.5 per cent at the top.

In his first veto message Mr. Truman said the bill is "wrong kind" at the "wrong time."

NO AMENDMENTS

Mr. Truman demanded the duplicate measure failed. The closest was on a proposal to incorporate into the bill the \$500 to \$500. The amendment, proposed by Sen. McClellan, Democrat, failed to pass by a 47 to 40 roll call.

The Senate also turned down the \$500 to \$500. McClellan proposal which would have permitted the government to deduct from its income up to 10 per cent of its income for tax purposes. At present the government is allowed to deduct only 5 per cent of its income for residents of thirteen states with community property.

Forty-eight Republicans and twenty Democrats voted for the bill on Friday, Jan. 15, 1947, and opposing it were joined by two Republican Senators, Morse of Oregon and Langer of North Dakota, North Carolina's Senators, Hoyt and Johnston, and the United States Senator from South Carolina, Maybank and Johnston were against it.

Ever Will Visit Paris

PARIS (AP)—The Argentine Embassy announced today that the Argentine minister, Dr. Juan Peron, will arrive here for a visit on July 21.

Air For Europe

Delay In American Credits Indicated

PARIS (AP)—A well-informed source at the 16-nation economic conference said today the organization of European co-operation for recovery would proceed despite indications that United States money for the Marshall plan would not be available before late winter.

The informant, commenting on Secretary of State Marshall's speech last night in Salt Lake City, in which he said the program would be submitted to Congress before July 1, said that the timetable double was fixed after careful consideration of the needs of preparing the legislation.

(What the cost will be never has been stated definitely. Benjamin Franklin, State Department councillor, said a month ago European recovery would require \$10,000,000,000 during the next four years and would require \$10,000,000,000 alone to cover the first year.)

Official French critics said they saw no reason for altering the goal of \$16.7 billion for the Marshall plan. They said that the French dollar holdings in the United States, would be exhausted by Jan. 1. The French government has announced by decree recently private French dollar holdings in the U. S.

Conference Executive Committee and four subcommittees on food and agriculture, iron and steel, transport and coal and power were held in Paris by the Marshall Committee. The nominations were submitted to a plenary session.

This was expected to be the last plenary session until Committee reports on assets and dollar needs are completed. A British spokesman said Foreign Secretary Bevin probably would return to London tomorrow.

The French government source said France would be among the first to feel the effects of the Marshall plan. French official sources said last week that France's dollar supplies would be exhausted by the end of the year. The French government has announced by decree recently private French dollar holdings in the U. S.

The policy statement was contained in a directive giving new instructions to the U. S. Military Commander, Gen. Lucius D. Clay, it superseded the directive issued by the U. S. Military Commander on April 28, 1946, about two weeks before Germany surrendered.

The directive brought up to date the objectives of the U. S. Government and the basic policies to be followed in the American administration of its occupation areas in Germany.

ECONOMIC PROBLEMS

Particular stress was placed on the economic aspect of rehabilitating Germany and achieving the nation's economic and political unity.

The directive said the U. S. Government sought to secure a complete and lasting peace program for Germany as a whole, which would be based on the principle of self-help and living in Germany and the statement of the earliest possible date their resources for German recovery.

The order said the highest priority should be given to the rehabilitation of coal, food and export goods.

The U. S. Government "will guarantee the level of industry eventually agreed upon for Germany as a basis for the long-range plan, while eliminating excess industrial capacity which has purposes of making war, should not permanently limit Germany's industrial capacity."

The directive continued: "The German people after the end of the war have been denied the right, consistent with continued disarmament, to develop their resources for the purpose of achieving higher standards of living."

The directive apparently was an attempt to clarify the Marshall plan proposals for European recovery.

THE MARSHALL PLAN ANGLE

The directive apparently was an attempt to clarify the Marshall plan proposals for European recovery.

THE MARSHALL PLAN ANGLE

The directive apparently was an attempt to clarify the Marshall plan proposals for European recovery.

PERMANENT TRAFFIC CIRCLE — Work was started today on a permanent traffic circle at the intersection of Morehead St., Kings Drive, Henley Place, and Baldwin Ave., which will replace the temporary, experimental wooden traffic circle. The intersection,

Marshall Plan Backed

BALT LAKE CITY (AP)—Secretary of State Marshall told the nation's governors that the United States has reached a "turning point" in European relations and got prompt assurances today of bipartisan support for his plan to help rebuild Europe.

Under the plan, America will extend a "justifiable measure of aid" to European countries or see them drift into a non-democratic orbit.

In a crowded eight-hour stop-over in a Detroit round-trip flight from Washington, the gray-haired diplomat grimly told the Governors' Conference that there is "no blinking the fact that this country now stands at the turning point in its relations to the traditional friends among the nations of the old world."

CLOSED SESSION

Before he climbed wearily aboard the Presidential plane, Secretary of State Marshall made a detailed explanation of his economic rehabilitation plan to the state executives in a closed door session.

The plan, on which sixteen European nations are about to take the first steps toward drawing a blueprint of their Marshall-aid program, has been subjected to a very sound criticism from Russia.

There were indications that Marshall refused no language in describing to the Governors the plan for the return to Washington, Marshall made a detailed explanation of his economic rehabilitation plan to the state executives in a closed door session.

Invaders Fought

Pincers Snapped

On Greek Rebels

ATHENS (AP)—Ais. Minister Panagiotis Gennepoulos announced today that "the situation had radically changed in favor of national forces" in Epirus, where Greek Army units had snapped the pincers which were driving south on the key city of Ioannina (Janina).

Army sources said two important Greek Army units were reported to be imminent in northwestern Greece. The government charged that the invading forces of the Greek rebel army were in contact with the Greek Army units close to the Greek Government. It said a new "invasion" was possible from the direction of Yugoslavia.

The informant quoted headquarters of the Second Army Corps and the Army of Northern Greece as having got the invading forces in difficult position. Unofficial estimates said eight battalions—about 10,000 men—were the Greek forces in the area where the two battles impended.

WESTERN ATTACK

Two British columns were said to have started moving southward toward Ioannina, capital and largest city of Epirus, after the attack on Konitsa, two days ago. Konitsa is about six miles from the Albanian border and 25 miles north of Ioannina.

One large force, estimated at about 1,500 men, was reported caught between the reinforced Greek Army units at Konitsa and British forces moving north from Ioannina.

West of Ioannina at the village of Kalpaki, where a skirmish took place last night, leftist forces were reported holding strategic heights. A new clash apparently was expected to occur in the area.

INTERNATIONAL BEHAGUE

A British Foreign Office spokesman said in London Britain was investigating reports that an international brigade was being formed in Greece. Other British informants said that if the existence of such a brigade was proved, a joint British-American force would be sent to Greece.

Bar To Inflation

Says Coal Pact Will Help U. S.

WASHINGTON (AP)—George M. Humphrey, Pittsburgh coal and steel executive, said today the new coal pact contract "will do more to stabilize the economy and retard inflation" than settlement of any controversy in the industry in several years.

Humphrey, who played a major role in the agreement with John L. Lewis' United Mine Workers, told the Joint Congressional Committee on the Economic Situation that the contract will report of coal, and added:

"ONLY RISING COSTS

"Production and only production which creates a balance of supply and demand is the only sure way for the increasing wage and price spiral.

Humphrey said the contract retards inflation "by avoiding a strike and all of the resulting damage that would surely follow" from a deadlock.

In his statement to the Committee, Humphrey took no direct exception to the "direct" proposals of the Committee, which he said "are in line with the program, as I interpret it."

"If Secretary Marshall means that I am fully in accord with the program, I am in full accord with the program," he said. "I am in full accord with the program, as I interpret it."

Lightning Removes Shirt

PHILADELPHIA (AP)—A bolt of lightning stripped the shirt from the back of Anthony Resendes, 33, burning him slightly.

Resendes, who was knocked unconscious by the lightning, was working on a road project in the southwest portion of this city when he was struck.

U. S. Denies Ships Sent

WASHINGTON (AP)—The Navy today denied reports in Athens that American warships might arrive in Greece because of development and declared that no vessels are en route to Greece.

Meanwhile, a State Department official told reporters there have been rumors from "several sources" about the organization of an international brigade to fight the Greek fighting in northwest Greece.

Reginald Mitchell, press officer, said that the United States is not sending ships to Greece.

Further, Mitchell said in response to questions that MacVeagh has not informed the Department thus far concerning reports that intelligence officers are using in Greece are conferring because of the turn of events there.

The London foreign office spokesman had said Britain is investigating reports of an international brigade invading Greece. Sources there also reported that British-American civil and military conferences are under way in Greece.

SHIPS IN MEDITERRANEAN

The United States Navy has four light cruisers and six destroyers in the Mediterranean Sea, but they are not operating in or near Greece waters.

The London foreign office reporter said that three of the cruisers are in the Salerno, Italy, area and the fourth is in the Gulf of Corinth, near Venice. The destroyers are operating with the cruisers.

Bar To Inflation

Says Coal Pact Will Help U. S.

WASHINGTON (AP)—George M. Humphrey, Pittsburgh coal and steel executive, said today the new coal pact contract "will do more to stabilize the economy and retard inflation" than settlement of any controversy in the industry in several years.

Humphrey, who played a major role in the agreement with John L. Lewis' United Mine Workers, told the Joint Congressional Committee on the Economic Situation that the contract will report of coal, and added:

"ONLY RISING COSTS

"Production and only production which creates a balance of supply and demand is the only sure way for the increasing wage and price spiral.

Humphrey said the contract retards inflation "by avoiding a strike and all of the resulting damage that would surely follow" from a deadlock.

In his statement to the Committee, Humphrey took no direct exception to the "direct" proposals of the Committee, which he said "are in line with the program, as I interpret it."

"If Secretary Marshall means that I am fully in accord with the program, I am in full accord with the program," he said. "I am in full accord with the program, as I interpret it."

Lightning Removes Shirt

PHILADELPHIA (AP)—A bolt of lightning stripped the shirt from the back of Anthony Resendes, 33, burning him slightly.

Resendes, who was knocked unconscious by the lightning, was working on a road project in the southwest portion of this city when he was struck.

Co-Pilot And Woman Involved

Marital Mix-Up Is Revealed

By Deaths In Airplane Crash

MELBOURNE, Fla. (AP)—A death certificate fitting the identification of a young woman killed in the crash of an airplane today revealed that she was the co-pilot of the plane. Mrs. Mary Anne MacKinnon, 34, was the co-pilot of the plane that crashed today near Melbourne, Fla. Mrs. MacKinnon was the wife of the dead co-pilot, Robert MacKinnon, who was killed in the crash.

Considerable confusion existed since Sunday when the woman was identified as Mrs. Mary Anne MacKinnon, the wife of the co-pilot, Robert MacKinnon, who was killed in the crash. Mrs. MacKinnon was the wife of the dead co-pilot, Robert MacKinnon, who was killed in the crash.

Ever Will Visit Paris

PARIS (AP)—The Argentine Embassy announced today that the Argentine minister, Dr. Juan Peron, will arrive here for a visit on July 21.

Bar To Inflation

Says Coal Pact Will Help U. S.

WASHINGTON (AP)—George M. Humphrey, Pittsburgh coal and steel executive, said today the new coal pact contract "will do more to stabilize the economy and retard inflation" than settlement of any controversy in the industry in several years.

Humphrey, who played a major role in the agreement with John L. Lewis' United Mine Workers, told the Joint Congressional Committee on the Economic Situation that the contract will report of coal, and added:

"ONLY RISING COSTS

"Production and only production which creates a balance of supply and demand is the only sure way for the increasing wage and price spiral.

Humphrey said the contract retards inflation "by avoiding a strike and all of the resulting damage that would surely follow" from a deadlock.

In his statement to the Committee, Humphrey took no direct exception to the "direct" proposals of the Committee, which he said "are in line with the program, as I interpret it."

"If Secretary Marshall means that I am fully in accord with the program, I am in full accord with the program," he said. "I am in full accord with the program, as I interpret it."

Lightning Removes Shirt

PHILADELPHIA (AP)—A bolt of lightning stripped the shirt from the back of Anthony Resendes, 33, burning him slightly.

Resendes, who was knocked unconscious by the lightning, was working on a road project in the southwest portion of this city when he was struck.