Gov. Hollings Asking Legislature To Will Soviet Union and US Debt For Enact Income Tax Relief Plan **American Help Be Settled?**

COLUMBIA AP —Gov Ernest F. Hollings today asked the Legislature to enact income tax relief, increase teacher pay and improve physical plants at state institutions. state institutions.

state institutions. The 38 year old chief execu-tive recommended to the open-ing session that lawmakers re-store a \$500 exemption to state income tax-payers for federal taxes paid. The exemption was eliminated last year, effective with taxes due on 1959 personal income. income

With taxes due on 1959 personal income.
He described his proposal as "the only tax relief that can be practically and immediately given... "it would cost the state about 2 million dollars a year.
The governor figured th is would leave a surplus of some 8 million. He said 3 million of this should be retained in the reserve fund and the other 5 million should be kicked back to the counties for educational purposes.
The cap it al improvements program carried a 5 million price tag. It included a new \$2, 350,000 state office building and improvements at the state's industrial schools, the sanatorium, Winthrop College and the State Penitentiary.

Winthrop College and the State Penitentiary

Prisoners To Be Processed In Va.

LYNCHBURG, Va. AP Cases against nine Ivy Bluff, N.C. prison escapees will be processed in western Virginia before the men are returned to North Carolina, District Atty. John Strickler says.

The escapees were indicted Monday on such federal offenses as interstate transportation of stolen automobiles and unlaw-ful possession of firearms. The U.S. District Court in-dictments were returned against these escapees:

these escapees: Dougias Ray Anderson, 24, Atlanta; James W. Strickland, 34, Columbia, S.C.; William Mit-chell Vaughn, 39, Halifax Coun-ty, Va.; James Edward Christy, 26, Concord, N.C.; Ralph Doug-las Byers, 27, Winston-Salem, N.C.; Charles W. Steward, 52, Wilmington, N.C.; Wyle Frank Cummings Jr., 34, Winston-Sa-lem; Johnnie Lee Miller, 26, Al-bemarle, N.C.; and John Richard Kilbourne Jr., 34, W in s to n-Salem. Salem.

They were among 20 prison-ers who fied the Ivy Bluff pri-son last month. From the origi-nal group only Willie Shaw.29, Rougemont, N.C., and Cleve-land McNeill, 27, Fuquay Spr-ings, N.C., are still at large.

Hollings called "substantial and wise" a proposed teacher pay increase that would average about 10 per c en t, including raises under the certification program. The pay in cr e a s e, backed by the Budget and Con-trol Board, would be about 6 per cent, not counting automatic state aid pay raises under the certification program. Hollings said college facul-tind those in other fields" and commended to lawmakers a Budget Board recommendation for a 10 per cent increase for faculties at Winthrop, the Uni-versity of South Carolina, Clem-som and The Citadel. It would be financed in part by raising student activity fees \$50.

Pilot Loses Life Bidding Freedom

TAIPEI, Formosa AP - A Chinese Communist pilot lost his life today in bidding for freedom with a crash landing of his MIG jet fighter on Formosa, an American source said.

The Nationlist Defense Ministry announced a Red flier had defected to Nationalist China and with-out reporting his fate-said his plane was damaged slightly in landing at an emergency air strip in northeast Formosa.

The American source, who refused to be identified by name, said Nationalist officers near the crash site told him the plane landed in a beach area and buried its nose in the sand, killing the pilot.

Ministers Disagree

PHILADELPHIA AP — The United Presbyterian Church in the U.S.A. reported today that in a poll 875 of its ministers dis-agreed that "the religious affili-ation of a presidential candidate is irrelavant." Only 57 ministers agreed agreed.

The church said ministers were asked to indicate their opinions about a Roman Catholic candidate in multiple choice statements in the Nov. 16 issue of Monday Morning, a magazine for Presbyterian ministers. Responses totaled 1,047 out of a possible 10,947.

Sen. John F. Kennedy D-Mass. who is a Catholic, has announced his candidacy for the Democratic presidential nomination.

WASHINGTON the third time in 13 years the United States and the Soviet United States and the Soviet Union are trying to settle the Soviets' lend-lease debt for A-merican help during the war. But don't read too much into an agreement, if there is one.

The two sides talked about it in 1947-48 and again in 1951-52, without success. They started talking again Monday, but this this time under different circumstances.

Premier Nikita Khrushchev, when he was here last September, made a pitch for trade as part of better relations in a number of fields between the U.S.S.R. and the United States. He was told a lend-lease settle-mant might remove a main ab ment might remove a major ob-stacle, and the new lend-lease talks are a result of his urging.

So there may be a settlement. If there is, trade between the two countries should increase a bit, but probably not on a large scale for a good while.

Agreement on trade doesn't necessarily mean agreement on other big issues such as disarmathat the Western Allies get their troops out of Berlin. It has been past Soviets' demand gle on each issue individually, as if none was related to any other other.

During the war this country privided the Soviet Union with \$10,800,000,000 worth of mili-tary and civilian equipment. Af-ter the war the United States wrote off the military equip-ment and concentrated on get-ting paid for the civilian goods still in Soviet hands.

The value of the civilian goods was pegged at \$2,600,000,-000 by this country. After the two previous talks the United States had scaled down its claim to 800 million dollars. The So-viets offered 300 million.

There are various legal re-strictions on trade with the U.-S.S.R. Some go back to before World War I, because the Com-munists h ave never paid on loans made to the Russian gov-ernment before the Soviets took over.

The result is trade between The result is trade between the two countries is in tiny terms, compared with their eco-omies. Last year the United States exported three and one-h alf million dollars worth of goods to the Soviet Union and imported about seventeen and one-half million dollars worth.

When Khrushchev met President Eisenhower last fall at Camp David he was reportedly very upset over American re-strictions on trading with the U.S.S.R. He was said to feel the Soviet Union was being treated like an outcast like an outcast.

Inter an outcast. Undersecretary of State Douglas Dillon said last Sep-tember Khrushchev was told at Camp David that if the Soviet Union is reasonable about pay-ing off on its lend-lease debt it may pave the way to easing American restrictions.

He said the Eisenhower ad-ministration may ask Congressprovided there is a settlement to remove some legal prohibitions against dealing with the Soviet Union and to extend more favored tariff treatment.

But one of the main road-But one of the main road-blocks to any big increase in trade with the U.S.S.R. soon-even if there's a settlement is that goods that American pur-chasers want from abroad in substantial quantities, and which the Soviets have available, are already being supplied by free world countries.

Mother Accused of Lashing Daughter

BERKELEY, Calif. AP-Ilona Sasse plans to plead innocent Wednesday of battery in the dog-leash whipping of her daughter,

Ursula Wecel, 17. Mrs. Sasse, 37, a German shoe clerk, is free on bail of \$1,050. A charge of child beating was reduced Monday to battery. The mother-daughter conflict

broke into the open last weekend after Ursula showed police welts and bruises. She said her mother beat her with a dog-leash after she came from work and found Ursula had not prepared dinner and then refused to eat.

"I don't like my mother," said the girl. Mrs. Sasse concedes she hit

Ursula with the dog-leash but insists "I did not beat her."

Mrs. Sasse says the girl dis-obeys, will not study and cannot

hold a job. "I don't want her in my house any more," she told reporters. 'She lies, she tells people she has no shoes, no dresses, nothing to eat. That's not true.''

Mrs. Sasse and her daughters Mrs. Sasse and her daughters Ursula, then 3 and Renate, then 4, we re separated by a 1945 bombing of Breslau. The daugh-ters were reported killed. Mrs. Sasse remarried and came to the United States. She and the girls were reunited in 1957 with the aid of the Red Cross. Her husband is a machinist.

Virginia General NCAA to Investigate Charges Hurled Assembly Asked Against Texas After Cotton Bowl Game For Tax Program

AUSTIN, Tex. AP --- The University of Texas has asked the NCAA to investigate the charges Ike's Plan Calls

game. Dr. Logan Wilson, president,

He wrote H. J. Darricott, president of the National Collegiate Athletic Assn., Gunnison, Colo., requesting the NCAA to name a committee to study the game films and to investigate the charges.

Dorricott said he had not re-ceived the letter and would have no comment until he did receive it.

Athletic Director Lew Andreas Texas' foe in the Cotton Bowl, said at Syracuse: "No member of the Syracuse University ad-ministration, nor any member of its coaching staff, ever has

in a hard-fought g a m e New Year's Day. Charges of "dirty play" were tossed about follow media.

on a national television program. were made in news stories by some sports writers and were accepted as bases for derogatory comments in influential newspapers and magazines.

of "dirty play" hurled against In Postal Rates For An Increase

accused the Texas team of play-ing "dirty football in the Cotton Bowl game." To Run In U.S.

Australia AP World champion miler Herb Elliott will not be allowed to run in the United States next week the Australian Amateur Athletic Union announced today. Union Secretary Arthur Hodsdon announced the decision after more than a week of conflicting statements on whether the Australian ace would be permitted to run in New York and Los Angeles. At the same time Hudsdon criti-cized Elliott for delays in notifying the AAAU of his plans.

By JOHN F. DAFFRON RICHMOND, Va. AP — Gov. J. Lindsay Almond Jr. asked the opening session of the Virginia General Assembly today to adopt a new \$142,600,000 tax program o meet government costs that 'continue to rise at an alarming

The new money, he told a joint session of House and Senate in his prepared state of the commonwealth address, was needed to provide more funds for education, health, public buildings and highways and financial assistance to the localities.

To get the money he asked for Virginia's first sales tax, with a 3 per cent rate. Almond's budget for the next two fiscal years will be disclosed Thursday.

Notable in the governor's address was the absence of any reference to the school segregation battle that divided the Assembly into opposing camps at the spe-cial session last year, which enacted the so-called freedom of

choice school operating plan. There was only an oblique hint of the racial problem still at the forefront in the view of some leg-islators. This came when he referred to the 45 million dollars of vided among the counties, cities and towns during the 1960--62 biennium.

"I am recommending that the distribution be made for purposes of g e n e r a l government without any earmarking by the state. The school situation makes this course absolutely necessary."

Almond did say Thursday's budget message would request \$195,873,000 for public education, an increase of almost 35½ million dollars over present school appropriations. "This is a staggering amount,"

Eisenhower Calls For Congress To Remove Interest Rates WASHINGTON AP Presi-"As a result, short-term Treas-

dent Eisenhower today called on ury borrowing costs have risen Congress to remove what he to the highest levels in several Congress to remove what he called the archaic 4¼ per cent interest rate ceiling on long-term government bonds.

In a brief and forceful message -the first special message of the new session of Congress-Eisenhower blamed congress for boosting the cost of carrying the na-tional debt.

"I deem it imperative, there-fore, that this restrictive ceiling be removed," the P r e s i d e n t wrote

"I am asking the secretary of the Treasury to transmit to the Congress proposed legislation designed to attain this objective."

Because of objections by many members to high and rising interest charges, Congress did not approve last year ceiling-re-moval action which Eisenhower described as the most urgent business before the lawmakers. Congressional inaction on that

request has resulted in a much more rapid increase in shortterm debt than would otherwise have occurred," today's message said.

decades and the ability of debt management to operate in a manner consistent with sound principles of sustained economic growth has been seriously under-mined."

The ceiling, enacted during World War I, applies to government securities which mature in five years or longer.

1960-61 Budget Recommended

COLUMBIA AP — A \$325,379, 268 state budget for 1960-61 was recommended to the General Assembly today by the Budget and Control Board.

The board appraised the state's financial situation as one of "rapid recovery" from a deficit situation a year ago.

It warned however that it should not be "assumed that the recent rapid gain in business ac tivity will continue."

said Monday he was convinced after investigation "that the charges are irresponsible, false and slanderous."

President Wilson said the false harges had damaged the university's reputation as well as hurt ntercollegiate athletics general-

Syracuse trimmed Texas 23-14 ing the game by various news

"Such charges were broadcast

WASHINGTON AP — President Eisenhower plans to call again for an increase in postal rates, Rep. Charles A. Halleck R-Ind said his po

today Halleck and other Republican

Halleck and other Republican congressional leaders were given a preview at the White House of Eisenhower's budget for the new fiscal year starting July 1. In his State of the Union mes-sage last week, the President said, his budget going to Congress next M o n d a y will call for spending \$79,800,000,000. He also predicted a \$4200,000

He also predicted a \$4,200,000, He also predicted a \$4,200,000, 000 surplus. At a news conference t o d a y, Halleck was asked whether the President's forcast of such a sur-plus was predicated on an in-crease in postal rates.

