John Gil, Palo Alto junior chamber of commerce leader, who has been one of those directing the campaign among private owners to save the airport. So far the city of Palo Alto has approved a donation of \$10,000 toward the cost, plus land involved. The county has about \$17,000 of aviation gas tax funds which could go toward the

Importance Stressed

Meanwhile, Sigurd Varian of Varian Associates, speaking on behalf of some 100 private users of the field who operate business and pleasure planes there, stressed the importance of the facility for local business use, urged wholehearted support by the city and county, warned against short-sightedness.

He said the proposed \$750,000 San Mateo county central airport is "still a bird in the bush," and while he termed it of great importance and a necessity, still he warned a going concern which could be kept in operation for \$45,-000 should not be abandoned in preference to an airport yet to test public support on a bond issue. CAA Moving Offices

Meanwhile, the airport oper-ators disclosed that the CAA regional offices are being moved to San Jose municipal airport. "They simply are disgusted at the condition, and they are on their way out. While we have told our people to ignore the city notice," Attorney Johnson said, "it's quite likely that they too will be moving. You can't expect people to bring in planes for repairs that may have to be packed out."

Johnson continued, "Our position simply comes down to this: Palo Alto corporation leases at the Palo Alto municipal airport 13 acres to locate an aviation school, sales room for airplanes and airplane parts, an airplane repair shop, charter service, and storage of aircraft.

Cites Agreement

"Also, we entered into an agreement with the city to maintain at our expense the municipal airport with the right of the city to take it over as an airport upon 60 days written notice. And, the airport itself had to be kept available to the general public under the regulations to be established by the

"They notified us on Tuesday the hourly basis were incre that on July 15, they were shutting down the airport. This does not The board authorized school include the 12 acres on which our facilities are located.

"Our position is that we have leased the property for the pur-poses stated. These necessitate a field for the landing of aircraft, and the city as lesor must give us access by providing a landing field, otherwise the lease is ineffective.

We have been negotiating with the city ever since December, 1952. We would have long ago settled the matter on an equitable basis at any time, either to continue operating the airout, which we are perfectly willing to do, or if necessary to abandon our operation, but in that case, the city would have to give us an equitable amount of our investments.'

\$200,000 Investment

These, said Johnson, total \$167,-000. Originally the corporation invested \$200,000 in its development, and it offered to sell its property to the city for \$100,000. This has been the obstacle to the negotia-

ahead with a golf course project, and it was reported, decided to take over the runway property for its development. Port users noted that the property is the cheapest for golf course development, having been graded.

The operators' investments are represented in hangars, offices, repair shops, various airport equip ment, and the maintenance and construction of runways.

Two Remedial Actions There are two remedies as the airport operators see it, said the attorney. One is to seek an injunction, and the second is to treat the case as an eviction notice and to sue for damages and restitution for the loss of business to be suffered, plus the improvements. Amount of the damage suit could run well in the neighborhood of \$500,000, the

mented, "There are going to be a lot of indignant citizens if the city and county fail them." He accused both official bodies of stalling tactics. Varian disclosed that with the relocation of runways, the airport would progress and develop. He said that one inventor is holding off a construction of \$60,000 in hangars at the field.

U. S. Steel RAILS

Battimore & Oblo
Chesapeake & Oblo
Chesapeake & Oblo
New York Central
Pennsylvania Railroad
Southern Pacific
UTILITIES
Consolidated Edison
Nagara Mohawk
Pacific Gas & Electric
Southern California Edison
UNLISTED STOCKS—12:30

hangars at the field. "Many of us," he emphasized, "use the field for business. We, for example, would have to go to the San Jose airport. That would be very unfortunate. We use it for business as well as pleasure. We have customers who come in from all over the United States and fly strument measuring the earth's in and stop at our plant. It is a magnetic field. We need airport fa central Peninsula location. For in-stance, Hykon, an aerial mapping Alto and San Mateo county people firm of Los Angeles, frequently to throw away an existing airport. uses it in conferring with us.

Many Activities work) use it. We at this point are The real way is to save Palo Alto, developing a magnetometor, an in-



Shown above presenting a check for \$420 to Mrs. Lewis Veil, chairman of the county Girl Scout campership committee, is Chris Manolis, representing the San Mateo Lions club. This amount was donated by the organization in connection with the Scout campership program and will provide funds to send five Girl Scouts and 10 Boy Scouts to summer camps. Pians call for the girls to spend two weeks and the boys one week each at camp. Left to right in the picture are Al Gieger, Manolis, Robert MacBride, chairman of the Boy Scout campership committee, and Mrs. Weil.

## SCHOOL OFFICE CONTRACT

rate, classrooms there will be com-

The board ordered filed with the

county superintendent of schools

the preliminary budget for 1954-55

in the total amount of \$3,192,738,

including reserves, repayment of

state loan and balance. The final

uled for a special meeting to be

adoption of the budget is sched-

Change Cards

The board approved changes in

report cards for 1954-55 and di-rected school officials to have new

cards ready for distribution next

Acquisition of school sites in

Parkside and Fiesta Gardens areas

were discussed. The board directed

school officials to speed negotia-

tions, so that the board may pur-

The board discussed "converti-

ble schools" to be constructed by

rental to the district until adequate

school facilities can be constructed.

Sterling Homes at Laguna Salada.

Under the plan houses constructed

district and converted into homes

when the children are moved to

Resignations

Resignations were accepted from

Frances McKeen, College Park

Esther Basini, Beresford teacher,

was permitted to withdraw her res-

Trustees-elect Edward B. Krough

and E. Perrin Fay were visitors

throughout the meeting. Their first

meeting and will conduct other

Former San Mateo

STOCKTON (AP) - The Rev.

Charles H. Stephens, supply pastor

for the past year of the Farming-

ton Methodist church, died unex-

pectedly yesterday afternoon while

attending the California-Nevada

Prior to his retirement in 1953

pastorates in Quincy, Auburn, Sac-

linas, South San Francisco, El Cerrito, Rio Linda and San Mateo, He

had been a minister since 1916 and served as a chaplain in World War I.

Millbrae Tax

here today.

Rate of \$1.18 Seen

MILLBRAE, June 18 — A city tax rate of \$1.18 per \$100 of as-

sessed valuation, 60 per cent over

Much of the increase, council-

over the Millbrae Fire Protection district during the past year, and

Methodist church conference.

Present at the meeting were

ignation and was granted a year's

eave of absence instead.

nest A. Elliott, trustees.

Minister Dies

MacPherson, Marion Meyer and pital.

leavé was granted

permanent school buildings.

June Ingle. Maternity

teacher.

the builder are rented to the

A similar plan is being used by

builders in new subdivisions for

chase sites in the near future.

held August 5, 1954.

September.

The board of trustees of San | tractors Williams and Burrows The board of trustees of Sair ware "ahead of schedule" on Ab-mateo city elementary school dis-were "ahead of schedule" on Ab-trict last night awarded the con-bot school project, at Thirty-sixth trict last night awarded the contract to construct administration building facilities at 119 North San Mateo drive, to Stevenson Pacific company of Redwood City for pleted by September 1, Naegle \$61.228. Other bidders were Arthur Brothers, \$61,490; Jessup company, \$62,300; C. R. Lund, \$68,-845; Wilfred H. May, \$61,982, and Development company, Viking

The board directed school officials to invoke the penalty clause against L. C. Smith company for failing to complete Abbott school site development project on time. The amount of the penalty to be invoked is \$1400.

Wage Increases

The board granted custodial employees and the regularly salaried clerical workers, working 40 hours per week, salary increases in the amount of \$120 a year.

Wages of clerical workers on the hourly basis were increased

The board authorized school oflicials to negotiate an agreement with the San Francisco Symphony orchestra at San Mateo High school auditorium for children's concerts. Probable date of the first concert will be November 23 and tickets will cost \$1,00.

Assistant Superintendent Norman R. Naegle reported that con-

### Stock Market

NEW YORK (UP)—Stocks continued to hover around the best levels since 1930 today in light volume.

The market was narrow and it held in a narrow raise throughout the week-end session. Market men moved cautiously as they assited a definite move in the general list.

e mean land a definite move in the general list.

Industrial shares outdid the other sections of the market. Their average was only a few cents under the high since 1920. Railroad issues were near their best since 1930 and utilities since 1931. Sales were down sharely from recent sessions.

General Electric again led the market in turnover. It registered a small net gain. Canadian Pacific, seemed in turnover was firm. Radio Corp. had a size-able volume at the previous close.

Sugar issues were given a whiri, notably Wost Indies. American and South Porto Rico.

Mitors and Steels were higher. Paner

Porto Rico.

Motors and Steels were higher. Paper stocks continued in demand. Some of the chemical issues were strong. A long list of special stocks improved.

Dow-Jones closing stock averages: 30 industrials 327.91. up 0.70; 20 raityouds 112.02, off 0.18: 15utilities 58.00, off 0.11. and 65 stocks 123.08. up 0.30.

Approximately 1.580.000 shares changed hands today compared with 1.810.000 shares yesterday.

Following are Standard & Poor's closing stock indexes (1928 average equals 100): business, the board; Walter G. Hays and Er-

| stock indexes (1926 av | erage e | danie    | 001   |
|------------------------|---------|----------|-------|
| 50                     | 20      | 2U       | ÞU    |
| Indus                  | Rails   | បះបទ     | Stock |
| Today293.99            | 72.52   | 113.00   | 230.5 |
| Yesterday292.99        | 72.65   | 113.04   | 229.9 |
| Week ago 289.04        | 70.61   | 112.32   | 226.9 |
| Month ago 292.38       | 70.37   | 112,42   | 229.1 |
| Year ago 239.63        | 68,65   | 92.58    | 189.3 |
| 1914 High 205.83       | 72.65   | 113.94   | 231.7 |
| 1954 Low247.48         | 62.41   | 104.32   | 196,9 |
|                        |         |          |       |
|                        | 04      | ante Par | -bane |

INDUSTRIALS

As for reopening negotiations,
Johnson said, since the city terminated them, it will have to reopen them. If not, Palo Alto Airport is heading for the courts.

Plenty of Indignation
Meanwhile, Varian voicing the opinion of some 100 private plane owners who use the facility commented, "There are going to be a lot of indignant citizens if the city service of the courts.

Brinteriational Harvester Johns Manville Lowes Distinct Manville Lowes Distinct Manville Lowes Distinct Malvester Johns Malvester

central airport, and I hope we do, "Others, whom we cannot discuss but San Mateo county has been (indicating secret government turning down bond issues lately.

New Hospital Costs Are High
(Continued From Page One)
the hospital is a lavish and a mod-

A comparison with the similar Sequoia hospital district operation may prove enlightening.

Sequola Costs Compared

ture was built originally for \$2,-100,000. The new 106-bed addition, making Sequoia the largest hospital in the county, will cost \$985,-000 for a total cost of \$3,085,000 for the 212-bed hospital. This averages out to \$14,500 per bed, a remarkable figure in this day of booming costs.

The tax rate in the Sequoia district is now 14 cents per \$100 as- north of the coastal community of participate. sessed valution, used solely to retire the original major bond issue. The 14-cent rate levied last year to finance the nwe hospital has been eliminated and the maintenance and operation tax was eliminated last year.

The plain figures for Peninsula hospital, on the other hand, reveal cost of \$3,930,000 to construct a 150-bed hospital.

Preparing for Future

This averages out to \$35,000 per er oddly, both the Peninsula hospital and Sequoia hospital were designed by the same architect, Douglas Dacre Stone, a recognized authority in hospital work, who also is doing the Community hospital addition.

however, it is only fair to point beside the road. and Alameda de las Pulgas. If out that Peninsula hospital was progress continues at the present built not for the present bed capacity, but for a future load of 350 the hill," Ekstrom reported. "The patients. Thus, everything com-victim was breathing with difficulpleted now is too large. The laundry is double the size needed, as head was bandaged and he was takis up considerably, also.

construction of the new wings, that it did not seem possible he Blaisdell said, the cost for the new could have incurred them in an acarea will average out only about \$10,000 per bed. Thus the whole, completed 350-bed hospital will average out to about \$22,500 per

This, compares favorably with the average cost of around \$25,000 per bed in suburban areas for new hospitals, said Blaisdell.

Plans Were Changed

thorities that Stone, during his Dr. Arthur Lack, who performed preparation of the plans, became an autopsy last night, said death irked with what he felt was need- resculted from a skull fracture. At less changing of plans imposed on him by at least one member of he reported, six of them on the the board of directors. Keeping a right side of the head. close watch on the entire design of the hospital was Dr. Hoag, been learned that Foley did not innovations as extremely wide work on Wednesday. He received a of the patients.

Sequoia hospital also is designed with facilities perfectly

meshed to handle the new addition of 106 beds. The taxpayer in this district; if the following teachers: John Hor- a patient at Peninsula hospital, gan, Eleana Harlan, Marcella Kin-ney, Elizabeth Woods, Virginia which also is used at Sequoia hos-

Ward Rates

Normal ward rates at Peninsula hospital for those patients outside the district are \$17.50 a day. Those living in the district get a reduction of \$1.50. Semiprivate rooms cost \$18.50 to \$19.50 without he discount; private rooms run tions varied from the gloominess from \$22.50 to \$27.50 without the of the American delegates to the discount.

The Sequoia district rates are for those outside the district, A \$1.50 discount applies on all rates for district patients here also. Donald A. McLachlan, chairman of Semiprivate rooms are \$18 a day outside the district and private quarters at \$22.50 for nondistrict patients.

Mills hospital has a flat ward rate of \$15 to \$16 a day, semiprivate rates of \$16 to \$17, and private room rates from \$18 up. Palo Alto hospital has ward rates of \$16.50 a day, semiprivate rates of \$18.50 a day and private room rates of \$22.50 and up.

It is interesting that a number of Peninsula hospital patients are coming from outside the district. the Rev. Mr. Stephens had held The first birth at the hospital was recorded to a South San Francisco ramento, San Jose, Vallejo, Sa. mother.

> \$30.500 Permit for Fourth Avenue Shops Building Inspector Mervyn, A

> Bader today issued permits for con struction of five additional shops along East Fourth avenue, for total of \$30,500.

Applicants were Sam Curusis who will erect stores at 315, 319 325 East Fourth avenue for a total the existing tax rate of 74 cents, of \$16,000; and John Blattman of was forecast in a tentative budget 331 and 333 East Fourth avenue, compiled from departmental bud gets announced by city officials ates the Wardrobe cleaners and dyers in Burlingame, and Curusis is a well-known local real estate nen noted, is because the city took developer.

In planning the battleship Misassumed its 36 cents tax rate, pre-viously collected as a county tax. souri, draftsmen used 175 tons of blueprint paper.

## **CORRECTION**

CANNED PORK SHOULDER PICNIC

Armour Star, Boneless, Shankless, ready to eat. Serve like ham. 4½-lb.....

AT SHORE VIEW FOOD CENTER

McCarthy Described | School Meet

STOCKTON (A) - Senator Mc-Carthy (R., Wis.) was described as "a small whistle in a high wind" by Dr. Harold Bosley, pastor of the First Methodist church of Evanston, Ill., speaking last night before the California-Nevada Methodist church conference.

## Sequoia hospital's 106-bed struc-**Found on Coast**

(Continued From Page One) ing on Edgemar road about seventenths of a mile west of Skyline

Edgemar, about three miles south of the San Francisco county line. Believed Dumped Out

Another auto stopped about the same time and Khorge asked the driver to call the sheriff's office. A third motorist, Charles Moury of 4311 Twenty-fourth street, San Francisco, also stopped at the scene to care for the injured man.

bed in the current building. Rath- or hear a car drive away. Sheriff's pro-school forces. Inspector Frank Marlowe said it Directly addressing Henderson, is presumed Foley was brought to Humber declared, "You, as its dumped out.

Doctor Describes Blows

Denuty Sheriff Kenneth Ekstrom and Sam Hanners arrived at 7 p. m. In refutation of the bald figures, and found Foley lying on a slope

"There was a large pool of blood by his head which had flowed down ty, and was still bleeding." Foley's is the kitchen. Maintenance cost en to the hospital, arriving at 7:25. At the hospital D. George Bieder- doubt and confusion." However, with the additional mann said the wounds were such

cident. He said the injuries were probably caused by blows of a heavy object, possibly a hammer. Skull Fractured

Foley died at 7:50 without re gaining consciousness. Hospital attendants said his head was so severely smashed that the brain tissues were exposed. An ear was al-It is no secret to hospital au- most severed. County pathologist least seven blows were sustained,

Chief Deputy Moore said it has whose hand can be seen in such show up for work Tuesday, but did doors for easy access and entrance \$122 salary check from the compa-

> **Mendes New** French Boss

(Continued From Page One) yould cause the Churchill-Eisenhower meeting in Washington next week to be called off.

Diplomats from all nations stayed up until dawn to hear results of the balloting. Their reaccheer of the Chinese Communists.

The British were heartened. occur July 1, 1954, at 8 o'clock \$16.50 a day for wards (there are The anti-Communist Indo-Chinese urated" with perjury and "those p. m., at which time the board will hold its annual reorganization when the new wing is finished), munical Indo-Chinese were dizzy with delight. The Russians were missed. Potter's denunciation was confident. French career diplomats | clearly aimed, at least, at Cohn and

## Faces Boycott

Keep Hillsborough Residential" an-nounced today they will boycott a meeting Monday evening at North Hillsborough school to discuss both sides of a controversial election Thursday to allow the private Crystal Springs for Girls school to settle on the Jennie Crocker Hen-derson mansion on Ralston avenue.

Oppose Meeting In a letter to Alexander S. Hen-derson, president of the Hillsborough Property Owners association the group sponsoring Monday's meeting, Herbert W. Humber, tenths of a mile west of Skyline boulevard when he saw the man lying beside the road. The spot is

Charging that the meeting "can only result in further community strife," Humber charged that at a previous public meeting pro-school forces "took over and then promptly organized the so-called 'Hillsbor ough Property Owners Associa-"Many of those present were

shocked and disturbed over the and assisted Khorge in attempting conduct of some of the persons present and the resultant newspap-Khorge and Moury said they did er publicity," Humber accused the not see anyone leave the scene group's officers of all being with

Edgemar road in an auto and president, are now a direct party in the issue because it is your famlly's property which has been offered to the school."

Maintaining that no voters of lung cancer agents. Hillsborough "will be well advised of the issues on both sides through newspaper publicity, material sent out through the mails and personal contact," Humber appealed to Henderson, "not to proceed with your proposed meeting. Let's keep Hillsborough a pleasant, friendly town and meet the issues fairly, intelligently and without creating

#### McCarthy Aides lurn-down in Europe. Britain, France, Denmark and Norway were expected almost cer-To Face Purge (Continued From Page One) tainly to reject the American request; some indignantly and some

t," Symington said, in answer to a question as to whether it has been refused. The staff members were not iden-

Symington said one applied for defense clearance in March, 1953, and the other in April, 1953.

Block Probes

McClellan said he will move to block any further investigations by the regular subcommittee, with Mc-Carthy as chairman, until action is taken on the staff "housecleaning" and the "alleged threats" to subcommittee members. The latter include a sharp ex-

change of words last Friday between Roy M. Cohn, McCarthy's chief counsel, and Robert F. Kennedy, counsel for the Democrats, in which Cohn reportedly threat-ened to "get" Jackson.

McClellan said there were other alleged threats," but he would not elaborate.

Asked if any of the threats were ddressed to him, McClellan said: 'Nothing I took seriously; I sent back a message I couldn't repeat to you, but I don't know whether the (threat) was aimed at me." Called Perjury

During the final minutes of the marathon hearing yesterday, Sen. Charles E. Potter (R., Mich.) said that the hearing record was "satemployes who have played top roles" on both sides should be disarmy counselor John G. Adams.

### French Vote Clips European Defense

PARIS (IP)-The French national assembly's defense commission today adopted a hostile report on the European army.

The vote was 29 to 13. It was the second such setback for the as many weeks.

Medical Puzzle

be done before "any single agent

or agents can be definitely impli-

The move to go on record as

naming cigarette smoking as a

possible suspect was made by Dr.

Richard Overholt of Brookline

Mass., a surgeon at Tufts college

In a press conference, Dr. Over-holt said he had hoped that the

college would go on record with

something to guide doctors in telling people what to do about

Several members of the organi-

equest for authorization to stop

and search merchant ships at sea

for shipments of arms destined for

oday to be headed for a general

But informed sources said these

Guatemala in any manner short

Shipping interests angrily made

The influential Manchester Guar-

dian bitterly attacked the Wash-

ington request under a headline:

"This is carrying things too far," the Guardian said bitterly.

"In the first place, there is not

Communist'; in the second, the

other states of the American con-

San-Plant Cimes

145 Second Avenue, San Mateo, Calif.

SUBSCRIPTION RATES

**Oriental Rugs** 

and Carpets

15 South B St., San Mateo

proof that Guatemala is really

of search of merchantmen on the

nations probably will offer to co-operate in curbing arms shipments

autiously.

igh seas.

seas in peacetime.

'The New Colonialism."

zation took vigorous exception to

Dr. Overholt's contention that cig-

moking as a cancer hazard.

**Europe Raps** 

medical school.

the second such setback for the until dawn today by San Mateo European defense community in and Capuchino High schools' graduating classes. Yacht Club Party **Ligarettes Still** 

(Continued from Page One)

Vacation Here

For 58,000

Burlingame seniors will dance at the San Francisco Yacht club from 11 p.m. until 3 a.m. Then they will return to Burlingame Masonic hall for breakfast and more dancing from 4 to 7 a.m.

SAN FRANCISCO (AP) - The San Mateo's graduates held an American College of Chest physiall-night party-night club style-cians refused yesterday to single at Peninsula Country club follow-out cigarette smoking as a sus-pected cause of lung cancer. night. Capuchino and Menlo-Ather-After two hours of lively debate ton High school held similar allthe organization adopted a reso- night events. lution saying further work must

The county's largest class of 1954 -some 482 Sequoia High school seniors-will receive diplomas tenight in outdoor exercises in the ecreation area of the Redwood City campus.

Redwood City Event

Theme is: "Is Man Fit for Survival?" Student speakers will be Ray H. Hybarger, Patricia Kerr, Claudette Resier. Roger Flynn, class president, will present the class gift. The class will be preented by Principal Dr. Vincent B. Claypool. The students will be addressed by Dr. Clyde L. Ogden, superintendent of the district. Diplomas will be presented by Reidar H. Winther, chairman of the board of trustees.

arettes are "the most common denominator" in the list of possible Following the commencement. graduating students will attend the second annual Cap and Gown Capers at Redwood City American Legion hall, sponsored by P-TA and several service organizations in San Carlos, Redwood City and Bel-U.S. Arms Grab mont. The dance will terminate at 2 s. m. It will feature a floor at 2 s. m. It will feature a floor LONDON (LP)-The United States show.

One hundred and twenty-six seniors will graduate tonight at South San Francisco High school Red-tainted Guatemala appeared auditorium. San Bruno elementary pupils of Parkside school will hold their

exercises at Capuchino High school

bowl with more than 200 gradu-Jefferson elementary school district will graduate 280 at the Colma

In the Ravenswood area, 261 will graduate at exercises at Green

WOMAN HIT BY CYCLIST

REDWOOD CITY, June 18. the charge that the United States plan would violate the time-hon-Mrs. Grace Hurley, 50, 1109 Stambough street. Redwood City, was ored principle of freedom of the treated at Sequoia hospial for muliple contusions of the arms and egs yesterday after she was struck by a bicycle on the sidewalk in front of a store on Main street, north of Middlefield road. Police said Mrs. Hurley had just stepped from the store onto the sidewalk when she was hit by a bicycle ridden by Charles T. Hela, 14, of 2949

Blenheim avenue.

## tinent have not yet formally put FACTORY SERVICE themselves at the complete disposal of the United States . . . who can talk of colonialism now?" Office of San Mateo, Calif., Under Act of March 3, 1879, Ey Carrier (Annual in Advance). 212 month Fy Carrier (Annual in Advance). 215 rear-ingle Daily Issue. 5 Cents By Mall (Payable Quarterly in Advance). 21.25 month

3-0440

# Kaiser Darrin 161 sports car



When you drive the magnificent new Kaiser-Darrin 161, (styled in Fiberglas by Paris' brilliant Howard Darrin) there are some important features which you should pay special attention to. Notice the split second response at all speeds, the result of its low weight-to-power engineering. Feel how it hugs the road on sharp corners due to its precision balance. Enjoy such features as the "spring assist" sliding doors, the unique Deauville plexiglass-vinyl top, the individual bucket seats. Today is the final day of this exclusive showing. We therefore suggest that you make a demonstration of the Kaiser-Darrin 161 a part of your schedule of pleasant things to do today.

and Kaiser-Willys Downtown, 2270 Broadway, Oakland

Final Salon Showing tomorrow! Kaiser Motors Van Ness, 1201 Van Ness, San Francisco