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## Kay Brands Gov.'s Tax Appraisal As "Eganomics"

ANCHORAGE (AP) — State Democratic Chairman Wendell Kay has branded Gov. Wm. Egan's latest appraisal of state financial needs during the next fiscal year as "eganomics," not economics.

Kay has repeatedly demanded that the administration repeal taxes enacted in the last legislative session, after a balanced budget had been approved. He accused the Governor of "ramming" the tax through at a time when the revenue they would produce was not needed.

Egan, stung by Kay's remarks, retorted that the Anchorage attorney doesn't know anything about state finances and hasn't bothered to learn anything about them. He accused Kay of recklessness.

Yesterday the Governor again scolded Kay, saying the legislators in the last session were told repeatedly from the beginning of the session, that the state faced financial hardship, even with additional tax revenue.

Egan said the state would face additional costs in the next fiscal year amounting to about \$17.5 million.

Kay, before departing Anchorage on a business trip outside, said of the Governor's latest statements:

"I have analyzed the latest statement by the Governor very carefully and frankly, I am a little puzzled. Apparently every time the Governor goes over the anticipated needs of the state, the financial outlook gets a little bit more grimmer and the figures get a little more astronomical.

"As of yesterday he was up to \$17 million. I am hopeful that Mr. Egan will stop at this point before he convinces himself that we need an immediate tax increase instead of a tax reduction.

"This is not economics — it is eganomics. And I think the state could stand a little more of the former and less of the latter."

## Empire State Building Sold for \$65 Million

NEWARK, N.J. (AP) — The Empire State Building, the world's tallest structure, was sold today for \$65 million to the Prudential Insurance Co. of America.

Prudential then granted control of the 102-story New York skyscraper to Empire Building Associates, an investment syndicate headed by Lawrence Wien, a New York lawyer and real estate operator.

Prudential paid \$26 million to the seller, Henry Crown of Chicago, principal stockholder of the Empire State Bldg. Corp.

Wien's syndicate paid \$36 million to Crown, completing one of the most complex real estate deals in history.

In 1951, Prudential paid \$17 million for the land on which the building stands.

## WEATHER OUTLOOK

5-1-1-1-1-1-1-1-1-1

Continued fair. Low tonight -36. In the last 24 hours, High of -30, low of -36. Max. wind 7 mph from the northeast. Sunrise at 10:33 a.m., sunset at 2:04 p.m. Temp. 6 days ago today: High of 24, low of -10. Forecast on this date since 1957: High of 35 in 1958, low of -10 in 1957.

## Kennedy Completes Work On Next Year's Budget

PALM BEACH, Fla. (AP) — President Kennedy has completed work on the budget for the next fiscal year and it will be balanced, administration officials said today.

No figures were disclosed, but speculation on its size has been in the area of \$92 billion, about \$3 billion above the current year.

After visiting his ailing father, former Ambassador Joseph Kennedy, this forenoon, the President returned to the seaside mansion where he is staying. There he received a checkup on his back.

Press secretary Pierre Salinger said the doctors reported the back is stronger than last summer, but it will be several months before Kennedy can resume vigorous physical activity.

He planned another long conference with key advisers on the State of Union Message to Congress in January.

The President received word from the doctors attending the elder Kennedy that their patient had made progress in throwing off a mild pneumonia which developed after the ex-ambassador suffered a stroke Dec. 19.

## State Income Tax Forms are Delayed

JUNEAU (AP) — Unforeseen delays at the printing and shipping levels have forced delay in the distribution of state income tax return forms for the 1961 tax year the Department of Revenue said today.

The state tax forms, normally mailed prior to Christmas of each year, will not be sent out until after the first of the year, Robert Stevenson, Deputy Revenue Commissioner said.

## Army and Air Force To Abandon Flying Saucer

WASHINGTON (AP) — The Army and Air Force are abandoning the flying saucer project, the Pentagon said Tuesday night.

The purpose of the project was to produce a light, low-flying machine for quick transportation of troops across rivers, rough terrain and similar obstacles.

A Defense Department spokesman said the last of a \$7.5 million appropriation will be used up by the end of the year and no additional funds will be requested.

The saucer project had been described as making possible an "air-borne cavalry" which could travel rapidly under almost any conditions.

The project had been under the direction of Aircraft Ltd. of Canada.

## Income Tax Forms Being Mailed to Taxpayers

WASHINGTON (AP) — Federal income tax forms and instruction booklets are being mailed to more than \$1 million taxpayers.

The Internal Revenue Service said today the mailings will continue until early next month.

Limited supplies of the forms are available now in District IRS Offices and will be available in quantity after Jan. 1.

Five separate packets of various forms and instructions are being distributed on the basis of returns filed in the past by individual taxpayers. Those who last year filed form 1040W, which has been discontinued, will be sent the revised form 1040, which has been cut down and simplified.

## Chrysler Displays Turbine-Driven Automobile

NEW YORK (AP) — The Chrysler Corp. displayed an experimental turbine-driven automobile today and made it clear mass production was being considered.

A company spokesman said 50 to 75 of the cars may be put in the hands of customers for test driving in 1963.

Results of the tests, further engineering and cost studies, and consumer reaction could lead to volume production, said Robert Anderson, vice president.

Such cars would be a radical departure from the conventional piston-driven vehicles, of which there are now about 70 million on the road in the United States.

The turbine engines reportedly have one-fifth as many parts as reciprocating engines and require no oil changes or antifreeze.

Speculation was that if tests are successful the car will be manufactured in volume within five years. But Chrysler displayed its optimism by announcing booklets on the car will be available at all dealers shortly after the first of the year.

The gas turbine runs on any fuel that can be sent through a pipe and that will burn with air.

Even French perfume could be used, said a Chrysler engineer. Gasoline would be the more popular and accessible fuel, he explained.

## \$37,042,363 in Federal Aid Allocated for Alaska Highways

JUNEAU (AP) — Alaska's share of federal aid to highway moneys during the fiscal year starting July 1, 1962, will be \$37,042,363, State Highways Director T. Sheridan said today.

The federal allocation includes \$22,074,816 for primary highways, \$14,815,807 for secondary highways and \$151,740 for urban highways.

In order to receive the maximum federal aid available, Sheridan said, the state must put up \$2,118,608 in matching funds.

## Six Katanga Members Take Seats In The Congo Parliament

LEOPOLDVILLE, Congo (AP) — Six members of the Congolese parliament from Katanga arrived by U.N. plane today to take up their legislative seats in accordance with the Kitona agreement to end the Katanga secession.

They arrived as Belgium resumed diplomatic relations with the Congo, thus strengthening Premier Adoula's hand in dealing with the Katanga secession.

A tight U.N. security cordon surrounded the Katanga delegation as, all smiles and handshakes they moved to their official U.N. motorcade.

No high-ranking members of the central government was at the airport to greet them, but a communique said:

"The government hopes they will participate actively in the parliamentary debates and that they will accomplish their duty until the close of the session."

In all, 15 Katangan members of parliament are due in Leopoldville. They are expected to advance a proposal by Katangan President Tshombe to change the constitution to give greater freedom to the province.

## Skagway Residents Are Mail Hungry

JUNEAU (AP) — The Coast Guard came to the rescue last night for the mail hungry residents of Skagway, who haven't seen a single piece of mail since Dec. 15.

The Coast Guard cutter Sweetbrier started loading 9,000 pounds of first class mail here destined for Skagway. At Skagway, the Sweetbrier will pick up a backlog of Christmas mail which has stacked up since Dec. 15.

Extremely high winds have prevented air transportation in and out of Skagway for almost two weeks.

## Belated Greeting . . .

MISSION, Tex. (AP) — Police of this south Texas town received last night a belated Christmas greeting with mixed emotion.

The card read: "Merry Christmas, boys."

It crashed through a plate glass window of police headquarters tied to a rock.

## Laos' Summit Talks Fall Apart in Less Than Hour

VIENTIANE, Laos (AP) — Laos' laboriously prepared summit of the three princes to form a neutral government fell apart in less than an hour today. Apparently there was nothing diplomats could do immediately to put it together again.

Neutralist Prince Souvanna Phouma and his pro-Communist half-brother Prince Souphanouvong returned to Vientiane, the capital they fled in 1960, for talks with pro-Western Premier Prince Boun Oum on forming a coalition regime.

But Boun Oum refused to meet them at the airport and did not show up at the appointed meeting place. The two visiting princes finally paid a courtesy call on him at his residence, but the meeting lasted less than an hour.

## U.S. Accepts New Soviet Ambassador

WASHINGTON (AP) — The Soviet Union will send Anatoly Fedorovich Dobrynin, an expert in American affairs to Washington as its new ambassador.

The State Department announced today the Soviet government had asked if Dobrynin would be acceptable and had been advised he would be. This is in accordance with international usage.

Dobrynin, 42, will succeed Mikhail Menshikov, who is departing for Moscow and reassignment next week after almost four years here.

The State Department has received no word as to when Dobrynin will arrive here.

## Stock Market Spurts

NEW YORK (AP) — The stock market spurted today and aroused hopes that the signal had been given for the traditional year-end rally.

It was the first real advance in 10 sessions.

An estimated \$3.9 billion was added to the quoted value of stocks listed on the New York Stock Exchange, based on the advance of the Associated Press 60-stock average.

The AP average climbed 2.70 to 282.90. The Dow Jones average of 49 industrials gained 8.34 to 791.43.

## Bomb Proof Shelters for Newlyweds . . .

DENVER, Colo. (AP) — Anthropologist Margaret Mead urges bomb proof shelters for the world's newlyweds — to assure continuance of the human race in the event of nuclear war.

Dr. Mead, of the American Museum of Natural History, offered the suggestion in a talk to the 128th meeting of the American Assn. for the Advancement of Science Tuesday.

"Let the United States propose," she suggested, "that the United Nations be asked to debate the feasibility of an internationally financed shelter system in which a cross-section of the most productive and highly motivated members of every country on every continent could be saved."

"Let us propose a program in which each country is assisted to build a blast-proof shelter sufficient to accommodate all of the people married in that country during a two week period and that during the first six months after marriage they spend two weeks in the shelter."

Addressing a special symposium on "problems of survival," Dr. Mead said such a shelter system for newlyweds would enable the survival of a group that "would be the most highly motivated to try to continue their lives together and to reproduce themselves."

## Cells For Ladys . . .

BARROW (AP) — The weekly Pt. Barrow News reports that the Arctic Coast village of Barrow now has a jail cell equipped for lady lawbreakers, completed with female guard.

The News noted that in the past women have been excused from jail sentences in Barrow because there were no facilities to handle them, then the News warned female residents of the Arctic Coast village:

"If you have been speeding with your dog team, slow down, or you might find yourself in the pokey."

## Four Anchorage Firms To Supply State With Highway Equipment

JUNEAU (AP) — Four Anchorage firms entered low bids for supplying some \$166,000 worth of highway equipment to the state, the Division of Supply said today.

The Carrington Co. entered low bids for 18 dump trucks, ranging in size from three to eight yards, and four snow plow attachments, Division Director Richard Berg said.

The Craig-Taylor Equipment Co. bid low on three front end loaders and 16 sand spreader attachments.

The Totem Equipment Co. was low for one diesel generator and the Yukon Equipment Co. was low bidder on four steam generators.

Prices on the various pieces of equipment involved differed according to site of delivery and models ordered, Berg said.

If you want to impress your dinner guests with a good vintage imported wine, the so-called "great years" are these: 1945, 1947, 1949, 1955, 1957, 1959 and — as soon as it's available — 1961.