

Articles Aid Taxpayers In Making Tax Returns

Editor's Note: This is the fourth of five articles to help taxpayers in making out their federal income tax returns.

By RUSSELL C. HARRINGTON
Commissioner of Internal Revenue
Written for United Press

WASHINGTON (UP) — May a taxpayer deduct from his income the \$5 he gave to Hungarian refugee relief? May he deduct a political contribution?

Those are two of the kind of special questions which are popping up this year.

Everyone is entitled to at least the standard \$600 deduction which allows you approximately 10 percent of your income for deductible outlays, even if you spent less than that or nothing at all. If you claim the standard deduction, you cannot claim it for more than \$1,000. In most cases it comes to less than that.

Taxpayers who file their return on the card Form 1040A and those who figure their tax from the tax table in the official instructions take the standard deduction. It is automatically calculated in the tax these people owe.

Taxpayers who compute their own tax may take either a standard or an itemized deduction.

If your contributions and other deductible expenses come to more than the standard deduction allows, your best bet may be to list them all in the spaces provided on Page 2 of Form 1040. Listing each deduction item-by-item removes you from the percentage and dollar limits of the standard deduction.

The rest of this article is devoted to deductions which may be claimed if you itemize your deductions. It may be worth your while to add up your deductible outlays on a separate sheet first, to see if they give you a bigger deduction than the standard allowance.

Contributions are deductible if they go to religious, charitable, educational, scientific or literary organizations, so long as the organization is not operated for personal profit and does not carry on propaganda or try to influence legislation.

This means contributions to qualified Hungarian relief groups, such as the American Red Cross and others, are deductible.

Contributions to the 1956 election campaign, to candidates or parties are not deductible.

Child Care: You are not permitted to deduct for babysitter fees when you go to the movies. Deductions for child care are de-

signed primarily for mothers who are working or actively looking for work, or for a man who is divorced or legally separated or a widower. Women and these eligible men may deduct up to \$600 a year, if it costs that much to have someone look after the child while they are at work or seeking work.

Medical, Storm Expenses
Medical Expenses: Basically you are allowed to deduct medical and dental expenses if they run higher than 3 per cent of your income. You do not deduct that first 3 per cent portion, but you do deduct the amount above that. If you are 65 or older, you may deduct all your own medical expenses. There are ceilings in all cases.

You may deduct: Payments to physicians, surgeons, dentists, optometrists, qualified psychologists and Christian Science practitioners. Also the expenses of diagnosis, treatment or prevention of a disease; hospital bills, nursing, laboratory services; eyeglasses, hearing aids, drugs (any amount spent for drugs over 1 per cent of your income), medical and dental supplies (including false teeth and artificial limbs), ambulance hire and health insurance plans which cover the cost of medical care.

Note: If you receive payments from a health insurance plan, or are otherwise repaid for your medical or dental expenses, your deduction is reduced accordingly.

Storm Losses: Generally, the deduction you may claim for storm, flood or other casualty damage to your property is the difference between the value of your whole property immediately before the storm and immediately afterwards (before you clean it up). The loss you claim may not be greater than what you paid for the property.

Interest: The interest you pay on a mortgage or a personal loan or back taxes may be deducted. It is clearly designated and easily reported.

Taxes: As a general rule, you can deduct most state and local taxes imposed directly on you, such as income, real estate and personal property and sales taxes. You may not deduct: Federal sales or excise taxes, federal social security taxes, hunting or dog licenses, water taxes or auto inspection fees.

Let me repeat: You may not claim any of these deductible items unless you list all your deductions one-by-one; you may not claim them if you take the

Order Unions Fire Reds And Gangsters Suspects Ordered Ousted From Union

MIAMI BEACH (UP)—The AFL-CIO today ordered its unions to kick out suspected gangsters or Communists without waiting for them to be brought to trial.

The announcement was one of the strongest pronouncements by the powerful labor group against racketeering in many years. "A trade union need not wait upon a criminal conviction to bar from office corrupt, Communist or fascist influences," the leaders of 16 million American union workers said.

Guided By Principles
The responsibility "is not placed upon unions by law but by the AFL-CIO constitution and by the moral principles that govern the trade union movement," the council said.

The labor group said those who support any totalitarian agency or those who are known to be racketeers shall not be permitted to hold membership in the AFL-CIO or its member unions.

The report was one of three approved by the AFL-CIO Executive Council. The reports, presented by the group's ethical practices committee, were aimed at cleaning up member unions.

Beck Absent
Notably missing from the 27-member council meeting when the reports were approved was Dave Beck, whose powerful Teamsters Union is a target of a Senate investigation of labor racketeering and mismanagement of union funds.

The new codes also prohibit trade union officials from having "personal financial interest which conflicts with full performance" of his duties as a representative of the union workers. It also gave the AFL-CIO power to "deal" with anyone suspected of accepting "kickbacks," under the table payments, or gifts.

The third report outlined an elaborate set of rules for protecting union health and welfare funds.

The famous Santa Fe Trail — a trading route that operated in the 19th Century between Independence, Mo., and Santa Fe, New Mexico — covered 775 miles.

standard deduction.

Friday: Deductions for sickness or injury; tax benefits for persons with pensions or annuities.

Stuck In Elevator At Peru Courthouse

PERU, Ind. (UP) — Rollin Place, 68, was stuck between floors of the Miami County Courthouse Wednesday when electrical power failed as he operated an elevator. Firemen called the power plant and had an auxiliary generator turned on long enough for Place to move the lift to a floor so he could get out.

Eisenhower Studies Successor To Reed

High Court Justice Reed Is Retiring

WASHINGTON (UP)—President Eisenhower probably will choose a successor to retiring Supreme Court Justice Stanley S. Reed from among judges on lower federal courts, administration sources said today.

There was some speculation that Attorney General Herbert Brownell Jr. might be in line to replace Reed, who announced his retirement Thursday after 19 years on the high court. But the post seemed more likely to go to a member of a lower court, probably a U.S. Circuit Court of Appeals.

Brownell, whose job it is to advise the President on judicial appointments, was scheduled to confer with the Chief Executive today.

In filling two of the three previous Supreme Court vacancies which have occurred during his administration, Mr. Eisenhower set a pattern of choosing from the ranks of the judiciary—in one case naming a federal circuit court judge and in the other a state supreme court justice.

Justice John M. Harlan was moved up from the Second U.S. Circuit Court of New York in 1955, and Justice William J. Brennan Jr. was selected from the New Jersey state Supreme Court last fall.

Mr. Eisenhower's first appointment to the high court was Chief Justice Earl Warren, former Republican governor of California.

If geographical considerations govern in replacing Reed, the new justice will come from the South or Midwest, since the other three Eisenhower appointees were from the East Coast and the Far West.

A centipede does not have a hundred legs. A common house centipede has 15 pairs. Garden centipedes have 21 and some other centipedes have anywhere up to nearly 200 legs.

U.S. Officials Are Cheered By Saud's Pledge

Saudi Arabia in Kg Pledges To Stand With United States

WASHINGTON (UP)—U.S. officials took heart today from King Saud's statement that he always will stand with America "in what is right and just and for the common good of humanity as a whole."

The visiting king of oil-rich Saudi Arabia made the pledge at a state dinner given in his honor Saturday night by Secretary of State John Foster Dulles. Saud, one of the Arab world's top leaders, and Dulles had conferred earlier in the day in the continuing effort to win Saud's support of the anti-Communist Eisenhower Doctrine for the Middle East.

Meets Like Again
President Eisenhower planned to meet with Saud again this afternoon in a final conference about the doctrine and other Middle East problems.

The king was scheduled to go to the White House after attending a Pentagon lunch given by Secretary of Defense Charles E. Wilson and the nation's top military officers. The Pentagon planned to greet him with an honor guard and a 21-gun salute.

Dulles indirectly referred to the threat of Communism in the Middle East when he toasted Saud in orange juice at the brilliant state dinner at the Pan American Union Building.

The secretary said Saud came to America "at a time of crisis" when "turbulent waves" that have been first upon one part of the world and then another "would seem to beat upon the Arab lands."

Saud Answers
In his answering toast, Saud spoke of what he called the traditional friendship between the United States and Saudi Arabia. He said this friendship was based on frankness and a love of permanent peace.

Saud said he is sure his visit would increase the bonds of this friendship between the two countries.

King Saud will spend Saturday inspecting the U.S. Naval Academy at Annapolis, Md. He will leave the Washington area Sunday for White Sulphur Springs, W. Va., where he is expected to spend a week before leaving the country.

Director Of Budget Doubts Tax Slash

Continued Increase Of Costs Foreseen

WASHINGTON (UP)—Budget Director Percival F. Brundage believes a tax cut still may be three to five years away.

Brundage also said he fears that government expenses will continue rising, despite efforts to reduce them. But unlike Treasury Secretary George M. Humphrey, he foresaw no economic recession if expenses are not cut.

Humphrey has predicted a "hair curling depression" eventually if federal expenses do not come down.

The House Appropriations Committee today made public Brundage's view which he gave it in recent testimony.

Brundage estimated that the national debt of about \$270 billion could be paid off in 59 years if the same sum were poured into interest and principal each year as is being set aside for this purpose in President Eisenhower's \$71.8 billion budget for the next fiscal year.

Brundage said he thought a tax cut might be possible in 1959, provided the budget rose no further and if the economy continued to expand. But he said he is afraid the budget is going up.

He based his forecast on a tax reduction in three to five years on a hope that the world situation is going to get better, making possible some cuts in defense spending.

State Armory Board Members Appointed

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Smith succeeds Cmdr. John Barnett of Indianapolis and Wilcox replaces Col. Noble Schlatter of Fort Wayne.

Handley also reappointed to the board three generals—Brig. Gen. D. Wray DePrez, Shelbyville; Maj. Gen. Carl O. DeBard, Evansville; and Brig. Gen. Allison Maxwell, Indianapolis.

An Easy Trip

FISHKILL, N. Y. (UP)—Frank Ostero of nearby Osborne Hill bundled himself up for a hunting trip into the woods. He had oiled his rifle and tested it the night before. He got only 300 feet from the front door when he sighted and shot a deer.

Arrest Driver For Running Stop Sign

Three Others Fined On Traffic Counts

Charles E. Wolfe, 18, of Monroe route one, was arrested Thursday night for running a red light at the corner of Fifth and Monroe streets. He will appear in Floyd Hunter's justice of the peace court Saturday.

Robert Cullimore, Jr., of Columbia City, who was charged with failure to yield the right of way following an accident near Pleasant Mills Wednesday, was fined \$1 and costs in J. P. court Thursday night.

Also in J. P. court Thursday was Orville D. Jones, of Fort Wayne, who was charged with driving to the left of the center of the highway following an accident on U. S. highway 27 recently. He was fined \$5 and costs.

Edgar A. Thiele, 41, of Monroeville route two, was fined \$1 and costs in city court Thursday. He was arrested on 13th street Sunday for speeding.

Woman Engineer Is Chief Attraction

Steals Attention At Road Builders Meet

CHICAGO (UP) — A 24-year-old Filipino engineer with large brown eyes, jet black hair and a weakness for bridges was stealing most of the stares this week at the American Road Builders' Assn. convention.

The petite engineer is Romola Corcuera, a native of Manila and currently a design engineer for the Michigan State Highway Department.

"You know, it's funny how I got off on bridges," she said. "It was in my second year in school at the National University in Manila. We each had to make a model of some famous structure and to be a little different and maybe get a better grade, I chose the Golden Gate Bridge."

Inspired by Golden Gate
In excellent English Miss Corcuera said she was "sort of inspired" by the Golden Gate by the time she finished the model.

"Ever since then I've been crazy about bridges," she said.

Upon graduation with a bachelor's degree in civil and sanitary engineering, Miss Corcuera was named to receive the Barbour Scholarship for Oriental women from the University of Michigan. She completed her graduate work there and received a master's degree in civil engineering in 1955.

She returned home but soon came back to the United States as her government's nominee for the International Road Foundation sponsorship. The IRF placed her in her present position.

"My job now is to design the bridges for the Detroit-Toledo Expressway," she said.

To Return Home
"I'll be working where I am for about another year when this training program ends and then I'll return home and work for the government. Think of all the bridges that could be built between 7,000 islands," she said.

Science is a big thing in the Corcuera household. Romola has a 25-year-old brother who is an architect and an older sister who is a chemist.

"I've been exposed to science for a long time," she said, "and have also been working with men for a long time. There doesn't seem to be any problem there. Most of them have been very nice."

That's understandable. As Miss Corcuera departed for lunch she was accompanied by eight gentlemen.

If you have something to sell or rooms for rent, try a Democrat. Want Ad. It brings results.

Tails serve animals as fly swatters, as signals, as instruments of communication, as extra hands and tools of many uses.

If you have something to sell or rooms for rent, try a Democrat. Want Ad. It brings results.

TOWNSHIP TRUSTEES (ABSTRACT) REPORT OF RECEIPTS AND DISBURSEMENTS FOR THE CALENDAR YEAR 1956				
BALANCE		RECEIPTS		BALANCE
JAN. 1	DEC. 31	JAN. 1	DEC. 31	DEC. 31
Township	\$ 1007.57	\$ 2616.73	\$ 2616.73	\$ 750.00
Special School	1167.15	1167.15	1167.15	1239.37
Tuition	12047.14	46384.23	46384.23	8147.00
Dog	247.99	210.00	247.99	210.00
Bond	1612.35	63.61	807.00	863.96
TOTALS	\$22521.61	\$81306.94	\$81546.46	\$22521.99

DETAIL OF RECEIPTS		Amount
Township Fund		\$ 1365.89
Taxes—June		1250.84
Taxes—December		2616.73
Total Township Fund		\$ 5233.46
Special School Fund		\$ 2616.73
Taxes—June		1167.15
Taxes—December		1167.15
Tuition		12047.14
Transfer Tuition		1285.00
Transportation Dist.		8487.78
Total Special School Fund		\$21432.21
Taxes—June		\$ 2405.47
Taxes—December		7697.48
Congressional Interest		34.55
State Dist. Tuition		2451.29
Transfer Tuition		1471.32
Transfer Tuition		4667.83
Voc Home Ec. Dist.		254.50
Total Tuition Fund		\$40824.29
Bond Fund		\$ 63.61
Transfer Tuition		\$ 63.61
Total Bond Fund		\$ 63.61
Dog Fund		\$ 210.00
Dog Tax from Assessor		\$ 210.00
Total Dog Fund		\$ 210.00

DISBURSEMENTS		Amount
Township Fund		\$ 1365.89
Pay of Trustee, Office Rent and Clerical Help		\$ 1140.00
Everett's Store		250.00
Traveling Expenses, Telephone Tolls, and Telegraph		250.00
Books, Stationery, Printing and Advertising		6.80
Everett's Store		100.00
Decatur Democrat Co.		108.33
Bernie Winters Co.		71.60
S. E. Merriman & Co.		100.00
Pay of Advisory Board		100.00
Glen Foch		100.00
William Noll		100.00
Lytle Bailey		100.00
Care of Cemeteries		63.00
Bob Hirsch		63.00
Beverly Ehrsam		53.27
Myers Firestone Store		20.32
E. F. Shroyer		20.32
Examination of Records and Typing		144.90
Miscellaneous		46.20
The Citizens Tele. Co.		300.00
Cowens Insurance		50.00
Custer & Smith		50.00
Total Township Fund		\$ 2388.10

Dog Fund		Gross Amount
Classification of Expense and to Whom Paid		
Surplus		\$ 147.00
Adams Co. Treasurer		100.00
Livestock Claims		100.00
Chester Barker		100.00
Total Dog Fund Disb.		\$ 247.00
Tuition Fund		Gross Amount
Classification of Expense and to Whom Paid		
Pay of Trustee		\$ 5765.20
Glen Cuthbert		5172.20
Myron Lehman		2012.00
Leroy Hedges		2012.00
Andrew Crisp		2012.00
Frank Monroe		1686.12
William Griffiths		1686.12
Heleen Ehrsam		4099.98
Alice Luyben		3486.99
Arnold Oetting		1745.64
Sarah Sutton		4127.58
Thelma Stair		389.17
Emma Kersa		1748.00
Alice Michael		2664.72
Edgar Johnston		1267.50
Myrtle Clements		2581.42
Donald Everett		1881.80
Dolores Mitchell		1115.64
Margaret Price		556.25
Pay of Substitute Sick and Death Leave		25.00
Rowena Stucky		125.00
Delores Mitchell		50.00
Donald Everett		18.50
Total Tuition Fund Disb.		\$50884.43

Special School Fund		Gross Amount
Classification of Expense and to Whom Paid		
Payment of Principal		\$ 750.00
The First State Bank		750.00
Payment of Interest		57.00
The First State Bank		57.00
Total Bond Fund Disb.		\$ 807.00
Special School Fund		Gross Amount
Classification of Expense and to Whom Paid		
Repair of Buildings and Care of Grounds		\$ 226.06
Hower Floor Service		1337.76
Baker Plbg. & Hing.		25.16
Harold Shoaf		6.25
John Spitzer		124.40
Boiler Div. State Fire M.		2.00
Co-op Elevator		13.65
Devle-Well Mfg. Co. Inc.		22.50
John Johnson		20.00
Roy Price		550.99
Jack Death		362.75
Arnold Oetting		100.00
Habegger Hardware Co.		2.40
Total Special School Disb.		\$26729.93

I hereby certify that the foregoing is a true and correct statement of the receipts and disbursements of the above named township; that a complete and detailed annual report together with all accompanying vouchers showing the names of persons having been paid money by the township has been filed as required by law in the office of the County Auditor, and that a copy of such annual report is in custody of the chairman of the township advisory board. Said report is subject to inspection by any taxpayer of the township.

L. H. BRUNNER, Trustee

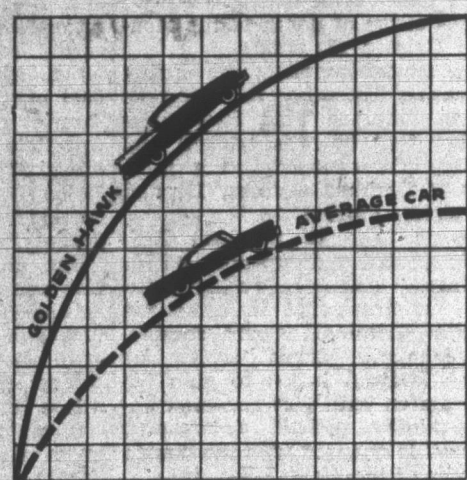
FEBRUARY 1.

BUILT-IN SUPERCHARGER!

A Studebaker-Packard exclusive
so good other cars will have to copy it!

It's like having two engines in one—an economical engine for normal driving, and, when you want it, a super-powered engine for acceleration... for safer passing, hill-climbing and high altitude operation.

Today, only Studebaker-Packard brings you an engine with a built-in supercharger which has been tested and proved in service. Already, its high efficiency and remarkable performance have shown it to be the power plant of the future. Here, graphically, is proof:



The acceleration curves shown on this chart were obtained by plotting miles-per-hour against time, in seconds. The solid line shows the performance of Studebaker's supercharged Golden Hawk. The dotted line is the performance curve for the average American family sedan. Notice how much steeper the Studebaker curve is. It's the direct result of the supercharger pouring pressurized fuel-air mixture into the engine.

You can see how much more power the supercharged engine has in reserve for instant acceleration—at any speed—when you need it.

See for yourself—test-drive a supercharged Golden Hawk or one of the Packard Clipper sedans or station wagons at your Studebaker-Packard dealer's today.

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Where pride of Workmanship comes first!

VIZARD MOTOR SALES
Winchester St. and U. S. 27
Decatur, Indiana

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AFCO's Modern Air Furnaces