

Congress Faces Muddle As Tax Problems Arise

WASHINGTON, D. C.—As if Congress did not have enough to worry about already, President Roosevelt has given the boys on Capitol Hill something real to think about in his proposal that they ought to draw up and enact some new tax bills before they go home. Specifically, he proposes that, in addition to the present estate taxes, Congress should put a tax upon inheritances as well. The estate tax is taken out before anything goes to the heirs. It is the President's idea, in the case of large estates, to further redistribute wealth by taxing the heirs on whatever they get. And, for good measure, he suggested that it would be desirable to stick on some higher taxes on the incomes of big corporations. The Federal Corporation Tax now is 13 1/2 per cent; the President's idea is that this might run up to 16 1/2 per cent on corporate earnings above some unspecified but large annual figure.

Many people are professing to be surprised at what they regard as a swing toward the left on the part of Mr. Roosevelt. Anybody who has studied his political past and read his speeches during the Presidential campaign, including his inaugural address, has no real ground for surprise; for the idea that wealth is concentrated in a few hands and that the great pools of wealth ought to be broken up for the benefit of everybody, is one that he has frequently and emphatically expressed.

Capitol Hill Questions

Up on Capitol Hill the Senators and members of Congress are asking three questions. Can we or should we try to pass it at this session? What would be the practical effect upon the national income if we did enact such laws? And, third, but paramount in the minds of the members of both Houses, what will be the political effect?

The strong inclination of all but a few extremists in Congress is to try to pass the bill in the next session, which will begin in January, 1936. The boys want to go home. The children are out of school now, and their wives want to get back to their home towns; besides, the Washington weather is getting hotter and hotter. They still have an awful lot of business to clean up before adjournment. To work out anything that will meet the President's idea of taxes seemingly will lead to endless debate and discussion and maybe keep them here until Fall. So, for that and other reasons, it does not seem likely that they will do much on tax plans except to talk about them.

The answer to the second question, as to what the practical effect of the new taxes will be, is generally that they will not go very far in making up the budget deficit. At all times the great bulk of taxation is carried by the middle class, and this middle class, the practical economists in Congress and Administration circles say, would still continue to carry that load. Very wealthy men who have accumulated large fortunes can afford to hire very expert lawyers to show them how to distribute their wealth where they want it to go. It is pointed out.

Good Political Move

The paramount question in the minds of everybody in Washington is, really, as to the political effect of the President's proposal. That, in the view of the smartest political observers, should be very good for Mr. Roosevelt and his chances for re-election. In effect, it cuts a good deal of the ground out from under the feet of Huey Long, the La Follette Progressives, and other radical elements whose slogan is "soak the rich." These radical Democrats and Progressives seized upon the new proposal, and their threats to "show up the President as insincere unless he demanded immediate action, are believed to have influenced him in his insistence upon

FAVORS LOTTERY

Representative Kenney Presents Bill in Congress.



WASHINGTON—We will soon all be discussing national lotteries, pro and con, if Congressman Edward A. Kenney (D.) of New Jersey (above), has his way. Despite shelving of his lottery bill at the last session, Kenney has presented a new bill with three choices of lottery plans, "anyone of which will bring the government \$1,000,000,000 a year in revenues of 'painless taxation,'" he says.

Backing the new taxes to the bill extending the "nuisance taxes."

As a bit of political strategy, it does not make much difference whether laws to carry out the President's plan are adopted at this session or not.

G. O. P. Going Conservative

It is becoming more clear from day to day that the cleavage between the two parties in 1936 will be sharply defined, with the Republican Party distinctly on the Conservative side. Following the action of the "Grass Roots" convention in Springfield, Illinois, the recent meeting of the "Young Republicans" of New York went on record for a distinctly Conservative platform.

In the meantime, Congress has passed the biggest tax bill ever enacted in the United States, the Social Security Act, which taxes the payroll of every employer and the pay envelope of every wage earner, to provide a fund for unemployment insurance, and for old age pensions. Instead of the Townsend Plan of \$200 a month for everybody over 65, the Government has embarked upon an old age pension plan for persons over 65 who have no resources of their own, beginning at \$30 a month, half to be paid by the Government and half by the respective states. States can contribute more if they want to.

Under pressure of the Labor Lobby the Wagner Labor Disputes Bill slips through in spite of the fact that nearly everyone in Washington believes it is unconstitutional. There is a suggestion that here again is good political strategy, as it may line up organized labor behind a movement to amend the Constitution, a movement

which looms up stronger from week to week as a probable issue in the 1936 campaign.

The outlook for the Public Utilities Holding Companies Bill now is that while it will be generally drastic it will not contain the "death sentence" which President Roosevelt has asked for. This is one of the few instances in which the lower House has taken a definite and apparently firm stand against the President's desires. Likewise, material modifications are expected to be made in the Administration's Banking Bill before it is finally enacted, although its general purpose and effect will not be materially impaired.

DEEP GAP NEWS

Mr. and Mrs. W. T. Luther and children, Margaret and Jack, of New York are visiting relatives here and in Ashe County.

Mr. J. F. Welch went to the hospital at Banner Elk Friday to have a tumor removed from his back. He returned home the same day and is doing nicely.

Mr. and Mrs. R. G. Call, son Rex and Mr. Call's mother, visited in the community Sunday. Mrs. Call expects to spend a few weeks in the county.

Mr. C. E. Welch and family of near Valle Crucis, and Mr. Lloyd Welch and family of Matney visited relatives

here Sunday. Miss Lillian Miller spent Saturday night with Miss Iona Lookabill.

Mr. and Mrs. G. O. Triplett visited Mr. Triplett's aunt, Miss Ellen Triplett, of Mount Zion last Thursday. Miss Triplett has been quite ill for the past week.

Mrs. J. H. Taylor is spending a few days with her parents, Mr. and Mrs. G. A. Greene, of Stony Fork.

Mrs. C. M. Miller visited her sister, Mrs. C. H. Jones, of Ready Branch, Thursday.

Arlene Nichols, little daughter of Mr. and Mrs. I. M. Nichols, returned home Saturday after spending a few weeks in the Baptist Hospital at Winston-Salem. Her condition is not much improved.

J. B. Moretz, Wilmer Moretz, Morris Miller and John Miller expected to leave Monday, July 8th, on a camping trip with Mr. Robert Shipley and other agricultural students of Boone High School to Washington, D. C., and other points. Mr. Shipley is teacher of the class.

Professor Wesley C. Atkins and Miss Flora Atkins of Trenton, N. J., who are making a tour in the South, spent the past week-end with Misses Sallie and Lelia Ray. Mr. and Mrs. J. W. Davis of St. Petersburg, Fla., are also stopping at the Ray home.

Australia's Capital
Canberra (pronounced can-bray) Australia's capital, is a word of aboriginal or native origin but there appears to be no authentic opinion as to its meaning. It is a name associated with the district before it was selected as the site for the capital city.—Pathfinder Magazine.

NOTICE OF SALE UNDER EXECUTION

North Carolina, Watauga County, in the Superior Court: P. W. Moretz vs. T. R. Gragg, Thomas W. Phillips and Mrs. Ben Phillips.

By virtue of an execution directed to the undersigned sheriff from the Superior Court of Watauga County in the above entitled action, I will, on Monday, the 5th day of August, 1935, at twelve o'clock noon, at the courthouse door of said county in Boone, N. C., sell to the highest bidder for cash to satisfy said execution and costs, all the right, title and interest which the said T. R. Gragg and Thomas W. Phillips has or had in the following described real estate, to-wit:

Being Lot No. 23 in Block No. 3 of the Perkins Addition to the Town of Boone, N. C., and more particularly described as follows: Beginning at a point on the southeast side of the Boone Trail Highway at the point

where the divisional line between lots 22 and 23 intersect with said side of said highway; thence a southeast course with said line of lot No. 22 a distance of 100 feet more or less to a point where a branch crosses said divisional line; thence up said branch and with the meanders of the same to a chestnut, corner to J. C. Ray's land; thence with said branch on to said highway; thence with said side of said highway to the beginning, also all pipe lines and connections and water system connected with above lot.

This the 3rd day of July, 1935.
A. Y. HOWELL,
7-11-35 Sheriff of Watauga County.

CRAZY
Water Crystals

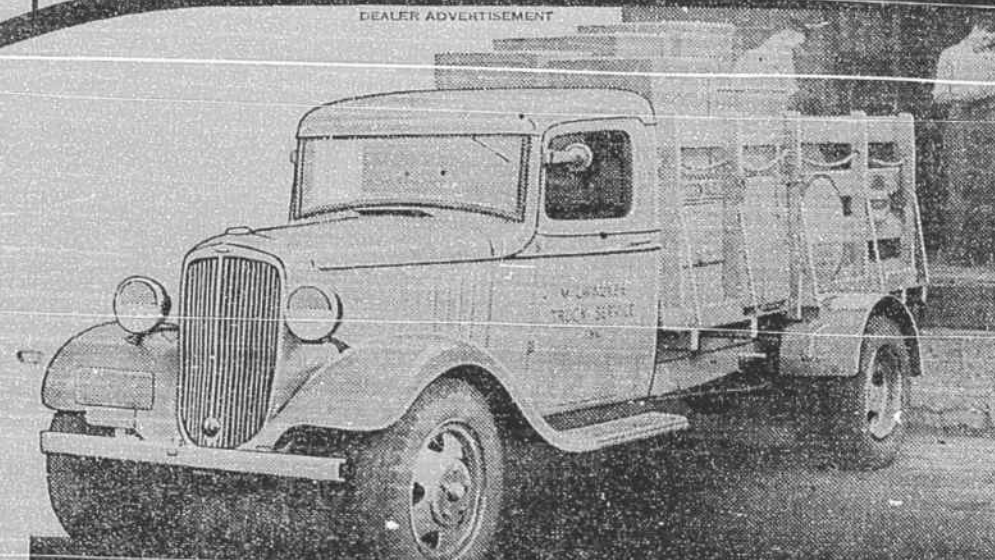
\$1.50 PACKAGE, now.....\$1.00
\$1.00 PACKAGE, now.....60c

BOONE DRUG CO.
The REXALL Store

Here's something to think about when you buy trucks

It pays 3 ways to buy CHEVROLETS

World's lowest Prices
Valve-in-head six Economy
Year after year Dependability



Chevrolet Trucks sell at the world's lowest prices. Their six-cylinder valve-in-head engines use less gas and oil. And their strong, sturdy construction assures faithful performance, year in and year out, with a minimum of maintenance expense. That is why we say—It pays 3 ways to buy Chevrolets! See your Chevrolet dealer and choose the right Chevrolet Truck for your delivery or haulage needs—today!

CHEVROLET MOTOR COMPANY
DETROIT, MICHIGAN
Compare Chevrolet's low delivered prices and easy G.M.A.C. terms. A General Motors Value.

CHEVROLET TRUCKS

W. R. CHEVROLET COMPANY, Boone, N. C.

Chesterfields "go to town"
They Satisfy

—that's just the 1935 way of saying what Chesterfields have been saying for years . . .
Chesterfields do about everything a cigarette ought to do.
Chesterfields have TASTE—yes plenty of it. But not too strong.
And Chesterfields are MILD—but they're not insipid or flat.
Chesterfields "go to town"



SAVE MONEY!

BEAUTIFUL DIAMONDS
WEDDING RINGS
WATCHES
AND JEWELRY

at the lowest prices ever offered for new and up-to-date merchandise.

WALKER'S JEWELRY STORE
Near Theatre Boone, N. C.

LIVESTOCK SALE
at
SHOONS, TENN.
EVERY
WEDNESDAY
Throughout The Season

As usual, we will have buyers for all classes of stock, and guarantee the full market price to the seller. Remember . . . a sale every Wednesday.

Shoons Livestock Co.
Shoons, Tennessee