

## Broughton's Inauguration Largest In State History

### Summary of Address With Recommendations By New Governor

The inauguration of Joseph Melville Broughton as the 31st Governor of North Carolina last Thursday brought the largest outpouring of people in the history of the State Capital. The Raleigh Auditorium was packed with more than 5,000 people, and thousands more heard the inaugural ceremonies and address over loud speakers.

Perfect weather welcomed the throngs and the colorful parade. The buildings were bedecked with flags and the presence of khaki-clad forces of the nation's preparedness program—some on foot and some riding big guns—lent a military touch to the procession. Planes and an army blimp flew overhead.

### Crowd Of 125,000

The mass demonstration marked the esteem of all for the outgoing governor, Clyde Hoey, whose administration has been marked by goodwill and progress, as well as a welcome as notable and impressive as any Governor ever received at his inauguration. The retiring and incoming chief executive of the state and their friends rode together and left the auditorium together as a 19-gun salute boomed. The oath of office was administered to the 52-year old attorney, first Raleigh native to become governor, by Chief Justice Walter P. Stacy in the executive office of the Capitol, receiving the symbol of office, the keys and the great seal of North Carolina from the hands of Governor Hoey.

A luncheon, reception and inaugural ball filled the remainder of the day, and late into the evening, all attended by unprecedented numbers.

Police estimated the crowd at 125,000—largest ever to gather in Raleigh. In the inaugural parade was massed more military might than had been seen in the capital since Sherman occupied it in 1865.

### Broughton's Speech

Broughton's inaugural speech was optimistic concerning the state's financial status, but contained many sober references to the world crisis.

Applause interrupted several times, the loudest burst coming when the new governor pledged the state's cooperation and support to President Roosevelt's internal and foreign policies.

The following summary of Governor Broughton's address contains the specific recommendations that will mark his administration:

Briefly reviewing the progress made in the past, the Governor pledges allegiance to North Carolina's tradition of progressive conservatism, points to the resources of the state, and promises co-operation with the General Assembly in a program designed to benefit the state. He urges a "reasonably short session".

### Taxation

The State must adhere to its policy of a balanced budget. Minor amendments to the permanent Revenue Act may be necessary, but there should be no substantial changes in the taxes fixed in 1939.

Due to revenue needs for social and humanitarian purposes, the sales tax should be continued, but should be removed from all essential foods for home consumption, by adding to the list of exemptions already made.

### Public Schools

Remarkable progress has been made in the school system, but there is much remaining to be done:

1. An adequate and fair teacher retirement bill should be enacted, preferably one embodying the recommendations of the State Retirement Commission, which would include all state employees.

2. The appropriation for vocational training and guidance should be increased and an adequate number of trained teachers in this field should be provided. It is also recommended that the Legislature provide for a thorough study of the subject.

3. Teachers should be protected so as to give reasonable continuity

of employment by amending the School Machinery Act.

4. Though the local units should still be allowed to supplement and expand school service, it should not be forgotten that the schools are part of the state system. The goal of a uniform nine months' term and a 12th grade for all high schools should have early attainment.

5. In view of labor law changes, consideration should be given to raising the school attendance age limit from 14 to 16 years.

6. There is considerable duplication and overlapping in the public school system administration. If these are found to hamper school development, the General Assembly should consider submitting to the voters a Constitutional Amendment creating a state board of education with full responsibility and powers for the administration of the state school system.

7. Increases should be made in the admittedly inadequate salaries of school teachers, insofar as this is possible within available revenue.

8. Continuation of the program of adult education in cooperation with Federal agencies should be favorably considered, in view of the results attained.

### Other Educational Agencies

The needs of the Greater University and teacher training schools for adequate appropriations should be carefully considered.

The state has been lagging in supplying public libraries, and should now share in providing them, particularly in rural areas.

### Public Roads

Many sections of the state's great system of primary highways are now proving inadequate and must be revamped or rebuilt. The General Assembly and the Highway Commission are urged to make adequate provision for farm-to-market and home-to-school rural roads. Funds collected for road purposes should be used wholly for these objectives and not be diverted for uses unrelated to the road and highway program, and the principle of a state highway system should be upheld.

### Agriculture

The Governor suggests important changes in our agricultural methods, asks even greater emphasis on the program of diversified farming, and approves appropriations to agricultural agencies sufficient to encourage the raising and marketing of livestock. The "Decade of Progress" program merits "heartiest cooperation". Friction, overlapping and duplication between state agricultural agencies should be terminated.

### Conservation and Development

The Governor endorses the state's enlarged conservation program and makes these recommendations: (a) provide for timber conservation and fire protection out of the general fund; (b) apply the entire proceeds of fishing and hunting licenses, less cost of administration, to propagation and conservation of fish and game; (c) supplement and extend state geological facilities and closely coordinate all agencies dealing with ceramics and mining industries, to meet the growing defense demands of commerce and industry; (d) enlarge the division of commerce and industry. Maintenance of the state's new Washington office to attract new industries and secure defense contracts for the state is desirable.

### Transportation and Freight Rates

The handicap of freight rate discrimination is a matter of vital importance to agriculture and industry in the state. An addition to the appropriation for the Utilities Commission has been asked in an amount sufficient to enable the

## Coffin a Bomb Refuge



A 400-year-old stone coffin in the crypt of the Church of Christ Spitalfields is the bed of Michael O'Connor, a London East End laborer whose home was destroyed some months ago by a Nazi bomb. Hundreds sleep in the crypt, a refuge from air bombing.

correctional treatment" of prisoners is endorsed as part of the state's welfare program.

### Department Of Labor

Careful consideration of the report to be made by the commission appointed in 1939 to study wage and hour legislation is urged.

### Law Enforcement And Civic Righteousness

The General Assembly is asked to give much attention to law observance and enforcement. The highway patrol should be relieved of any tax collecting duty and should devote itself exclusively to law enforcement duties. Patrol administration and personnel should be removed from politics, and recommendations for legislation affecting administration of the patrol and "other agencies related to the regulation of motor vehicles" are promised. Immediate laws should be enacted prohibiting "the unrestricted and unregulated sale of so-called fortified wines". Slot gambling machines should be barred, "with no loopholes in the law either for revenue or other purposes."

### Reapportionment And Redistricting

The creation of a twelfth district from which to elect the additional Congressman to which the state is entitled under the 1940 census is preferable to provision for a congressman-at-large. Reapportionment is a duty at the present time under the mandate of the State Constitution.

### Cooperation With Federal Agencies

Cooperation "in every reasonable way" is promised in the effort to obtain (a) fair share of such benefits as rural electrification, NYA activities, CCC camps, farm aid, social security benefits, including unemployment compensation and old age assistance, public welfare and relief contributions, and all other benefits available under the program inaugurated by the Federal government.

### National Defense And Related Matters

The state will cooperate fully with military and naval training posts and defense industries established within its bounds. Harmonious relations between capital and labor are imperative. Strikes affecting essential war or defense industries are condemned, as are

## Auto Tag Sales Reach New High

Sale of 1941 automobile tags indicates that a new high record will be set this year, revenue department officials said today.

A total of 473,601 pairs of plates were sold through January 8, compared with 440,379 through the same date last year, when an all-time record was set.

## Former Franklin Boy Trains At Key West

Joe Duncan, son of Rev. N. C. Duncan, formerly of Franklin, radio engineer for Station WWNC, Asheville, and a member of the U. S. naval communications reserve, has been called to active duty in the underwater sound school at Key West, Fla.

The Key West school specializes in training naval men in the work of detecting approaching craft at great distances through underwater radio and sound instruments.

attempts by employers to exploit labor or to destroy the well earned rights of labor under the guise of emergency or pretense of patriotism. The President's policy of furnishing England all possible aid short of armed intervention is approved. Any legislation necessary to provide an adequate homeguard and to strengthen state and local law enforcement agencies should be given first attention.

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## Nantahala National Forest

### Did You Know That



\$28,000 worth of National Forest timber has been cut during the first six months of the fiscal year 1941. This amount falls just \$3,000 short of the total amount cut during the entire previous 12 months.

The major portion of this revenue was received from the sale of sawtimber. One sale in Macon county has averaged better than 400,000 board feet per month, and on one occasion cut over half a million feet in one month.

Sales to small timber operators are more numerous than ever, there having been a total of 60 timber sales less than \$500 in value made during six months as against the same number for the previous 12 months.

Timber sale activities on the Nantahala National Forest continue at fever pitch. Many of the sales have been the result of increased activity in the National Defense Program. Such items as chestnut and hemlock sawtimber are being sold as rapidly as they are placed on the market. There have been 3½ million feet of chestnut sawtimber sold during the past three months and another 800 M is now in the process of being advertised for bids.

Two scalers are kept busy continually administering these sales. The three Forest Rangers located on the Nantahala National Forest spend from one-third to one-half of their time appraising, marking, and scaling timber.

## REPORT OF CONDITION OF

## THE BANK OF FRANKLIN

Of Franklin, in the State of North Carolina, at the Close of Business on December 31st, 1940

### ASSETS

1. Loans and discounts (including \$..... overdrafts).....	\$144,264.69
2. United States Government obligations, direct and guaranteed.....	18,501.00
3. Obligations of States and political subdivisions.....	46,425.61
6. Cash, balances with other banks, including reserve balances, and cash items in process of collection.....	267,611.78
7. Bank premises owned \$5,325.01, furniture and fixtures \$1.00.....	5,326.01
(Bank premises owned are subject to no liens not assumed by bank)	
8. Real estate owned other than bank premises.....	1.00
11. Other assets.....	653.56
12. TOTAL ASSETS.....	\$482,783.65

### LIABILITIES

13. Demand deposits of individuals, partnerships, and corporations.....	\$311,425.27
15. Deposits of United States Government (including postal savings).....	378.23
16. Deposits of States and political subdivisions.....	99,808.26
18. Other deposits (certified and officers' checks, etc.).....	2,057.50
19. TOTAL DEPOSITS.....	\$413,669.26
21. Mortgages or other liens, (none) on bank premises and (none) on other real estate.....	
23. Other liabilities.....	4,355.22
24. TOTAL LIABILITIES (not including subordinated obligations shown below).....	\$418,024.48

### CAPITAL ACCOUNTS

25. Capital*.....	\$25,000.00
26. Surplus.....	35,000.00
27. Undivided profits.....	3,759.17
28. Reserves (and retirement account for preferred capital).....	1,000.00
29. TOTAL CAPITAL ACCOUNTS.....	\$64,759.17
30. TOTAL LIABILITIES AND CAPITAL ACCOUNTS.....	\$482,783.65

\*This bank's capital consists of \$..... of capital notes and debentures; first preferred stock with total par value of \$....., total retirable value \$.....; second preferred stock with total par value of \$....., total retirable value \$.....; and common stock with total par value of \$25,000.

### MEMORANDA

31. Pledge assets (and securities loaned) (book value):	
(a) U. S. Government obligations, direct and guaranteed, pledged to secure deposits and other liabilities.....	\$14,000.00
(b) Other assets pledged to secure deposits and other liabilities (including notes and bills rediscounted and securities sold under repurchase agreement).....	41,000.00
(c) TOTAL.....	\$55,000.00
32. Secured and preferred liabilities:	
(a) Deposits secured by pledged assets pursuant to requirement of law.....	55,000.00
(d) Deposits preferred under provisions of law but not secured by pledge of assets.....	378.23
(e) TOTAL.....	\$55,378.23

34. (a) On date of report the required legal reserve against deposits of this bank was..... 62,050.40  
(b) Assets reported above which were eligible as legal reserve amounted to..... 267,611.78

I, H. W. CABE, Cashier, of the above-named bank, do solemnly swear that the above statement is true, and that it fully and correctly represents the true state of the several matters herein contained and set forth, to the best of my knowledge and belief.

Correct.—Attest:

M. L. DOWDLE, Director  
GROVER JAMISON, Director  
R. S. JONES, Director.

State of North Carolina,  
County of Macon.

Sworn to and subscribed before me this 10th day of January, 1941, and I hereby certify that I am not an officer or director of this bank.

My Commission expires March 9, 1942.

RACHEL SLAGLE, Notary Public