

The majority leaders in Congress are trying to speed things up so as to adjourn by June 6. The only two pieces of legislation which are labeled "must" are the new tax bill and the relief appropriation. And not all is clear sailing for either of them.

The outlook now is that the tax measure as it finally gets onto the statute books will amount to a net increase in corporation taxes of from 7 to 10 per cent. Not many members of either house will understand clearly just what the effect of the new law will be, and considerable doubt will be expressed as to whether it will be raised the necessary additional revenue. However, it will be a stop-gap which may reduce the amount which the Government will have to borrow to carry over the next fiscal year.

RELIEF AND HOW

The relief appropriation has been complicated by the desire of many influential leaders in both Houses to prescribe how future relief money shall be spent and by whom. Secretary Ickes would like to have the spending of it, and Mr. Ickes has worked himself into a very powerful political position.

Inside the Administration, however, there is forming an anti-Ickes "bloc," and unless Congress prescribes differently, a situation may develop in which neither Mr. Ickes nor his chief rival, Harry Hopkins, Federal Relief Administrator, will have the final say. The talk is that Jesse Jones, Chairman of the Reconstruction Finance Corporation, has been picked by the President to be the boss of both Mr. Ickes and Mr. Hopkins in all future public works, relief and other emergency spendings.

The cancellation by the Supreme Court of the Guffey Bituminous Coal Act has naturally revived discussion of the question of a constitutional amendment to give the Federal Government powers which it now does not have to regulate business and industry inside of state lines. While constitutional revision sentiment is running high, public expression in favor of it is being softened. The President and his supporters in and out of Congress don't want to complicate the Presidential campaign by bringing the Constitution issue to the fore.

LABOR RELATIONS ACT

The strongest demand for giving the Federal Government more power now seems to be centered in the ranks of organized labor. Labor leaders feel that the Labor Relations Act will declare unconstitutional when it reaches the Supreme Court, and the same apprehension seems likely to result in the abandonment by Congress of the 30-hour week bill, the Ellenbogen bill for regulation of wages and hours in the textile industry and the Wash-Healey bill which would give Washington complete control of hours and wages of all concerns having Government contracts.

That a constitutional amendment may not be necessary to extend federal powers in case Mr. Roosevelt was reelected is being pointed out by some observers. An alternative that is now being seriously discussed is the suggestion that Congress could really enact laws extending the rights of trade and industrial associations to cooperate voluntarily for the mutual regulation of such questions as hours and wages of labor, apportionment of production, etc.

An example has been provided in the recent action of the railroads in getting together and reaching an agreement with their employees, in anticipation of the consolidation of all the railroads of the nation into few national systems. This consolidation has been the dream of far-seeing railroad men for years, and has been the particular hobby of Joseph C. Eastman, Federal coordinator of railroads.

RAILROAD PROBLEM

The principal obstacle in the way of the acceptance of Mr. Eastman's plan of railroad consolidation has been the problem of how to take care of the railroad employees who would be dropped from the payrolls, or shifted to other parts of the country.

The plan upon which the railroad companies and the railway labor brotherhoods have agreed provides

(Continued on page four)

HOEY

State Primary Ticket

FOR U. S. SENATOR

(Vote for One)

Richard T. Fountain
David L. Strain
John Albert McRae
Josiah W. Bailey.

FOR GOVERNOR

(Vote for One)

Clyde R. Hoey
Sandy Graham
John Albert McRae
Dr. Ralph W. McDonald

FOR LIEUTENANT GOVERNOR

(Vote for One)

George McNeill
Paul Gray
Wilkins P. Horton

FOR SECRETARY OF STATE

(Vote for One)

Stacey W. Wade
Thad Eure
M. R. (Mike) Dunnagan

FOR AUDITOR

(Vote for One)

Geo. Ross Pou
Gaxter Durham
Willard L. Dowell
Charles W. Miller

FOR TREASURER

(Vote for One)

Helen Robertson Wohl
Charles M. Johnson

FOR SUPERINTENDENT OF PUBLIC INSTRUCTION

(Vote for One)

Clyde A. Erwin
A. B. Alderman
Gilbert Craig

FOR COMMISSIONER OF AGRICULTURE

(Vote for One)

W. Kerr Scott
William A. Graham

Primary election, June 6, 1936.

Hoey Speaks In Winston-Salem

Back from the mountains of Watauga and Ashe, where during the day he spoke to audiences in the court rooms and courthouses of the two counties, Clyde R. Hoey Monday night carried his fight for the Democratic nomination for Governor into Winston-Salem, the home town of one of his opponents, Ralph McDonald.

The crowd in Winston jammed the courthouse. Former Lt. Gov. Rufus A. Doughton, "the grand old man of Democracy," introduced Hoey to his Winston-Salem audience.

"I present to you the only man time and again has saved the Democratic party in this state" he said. "I present to you the only man who can weld all classes-- which one man now seeks to divide--under the banner of the Democratic party."

The crowd roared its applause, and throughout the speech interrupted Hoey with cheers and applause.

The major part of Hoey's address dealt with his plans for the future progress of the State, but he also gave considerable attention to the Roosevelt administration, for which he had high praise, and to Dr. McDonald whom he called "the Herbert Hoover of North Carolina."

HOW TAX EXPERTS ARE MADE

(The Greensboro News)

Forsyth county tax records indicate that Ralph W. McDonald made a voluntary tax return or listing of taxes only three times since becoming a resident in 1928. The tax department was compelled to pick him up as an unlisted delinquent for the years 1929, 1930, 1932, 1935. Tax collector advises he was compelled to levy in order to collect first three mentioned delinquent taxes. This information is not given as campaign propaganda but is furnished to any reputable citizen of North Carolina same as similar inquiries regarding any other Forsyth County tax-payer.--Vernon W. Flynt, tax supervisor in reply to a telegram from the Harnett County News.

And it is not given at this juncture as campaign propaganda per se; statements by county taxpayers of taxation delinquency on the part of any other gubernatorial candidate will be given the same prominence.

We are using this primarily as a preface to asking the question if the delinquents of North Carolina constitute any considerable part of those untapped sources from which Dr. McDonald aims to make up the shortage when he repeals the sales tax. If so, we hasten to prophesy his disappointment. The general run of college professors list their taxes; and even if they did not, their combined payments would not amount to more than about .05 per cent of the \$10,000,000 which the sales-tax levy will produce this year.

As to whether such delinquency renders Dr. McDonald unfit for Governor we are not going to say. Many a good citizen, we daresay, has forgotten to list, and college profs are notoriously absentminded. But we do think that after having been levied on three times and then elected to the legislature--where he himself admits having qualified as a taxation expert--he ought to have attended to the matter in 1935.

There are, we think, sufficient other reasons for not voting for Ralph W. McDonald, for governor, and we confess that any decision we may have reached has been arrived at before hearing from Supervisor Flynt; but if Dr. McDonald will find a machine candidate who has four times failed to list in eight years, we'll agree to vote against him, too.

In the meantime we hardly know what to do with the statement Dr. McDonald is said by the Harnett News to have made in a speech at Lillington that he had made an intense study of taxation for the past 15 years.

And he's the man who would be governor of the Great State of North Carolina, a man not interested in government, except from a personal standpoint, a man who violates the law by failing to list his property for taxation.

What a Governor he would make!



Fairest Farmerette
OMAR, W. Va. ... Edith Bradshaen (above), traveled out to California and there won the title of the National Farm Bureau's fairest farmerette at the International Exposition at San Diego.

Contest Will Come To Close Saturday P. M.

Bankhead Succeeds J. W. Byrns

Hon. Joseph W. Byrns, speaker of the House of Representatives, died suddenly Thursday morning at 12:15 o'clock of a heart attack followed by a cerebral hemorrhage.

Mr. Byrns was selected as speaker to succeed the late Speaker Rainey in 1934.

Representative William B. Bankhead, of Alabama, was elected speaker of the House Thursday to succeed the late Speaker Byrns.

Salisbury's HOLC Office to Greensboro

The North Carolina State office of the Home Owner's Loan corporation will be moved from Salisbury to Greensboro at once, it was announced by T. C. Abernethy, State manager.

Abernethy said the district office at Greensboro will be closed and the work taken over in Greensboro territory by the State office, and the Greenville district office will be closed and the work consolidated with that of the Raleigh district office.

Abernethy announced that the action was being taken in accordance with a resolution of the board of directors of the Home Owners' Loan corporation at Washington, and is in the interest of economy. The corporation will complete its lending activities on June 13, and in the future will handle only the servicing and collection of loans heretofore made and the upkeep of property.

The move will not affect the district offices at Charlotte and Asheville.

The State office of the organization will be quartered in the post office building in Greensboro, and the headquarters for the enlarged Raleigh territory will be in the post office building in Raleigh.

The State office, in addition to supervising the general activities of the corporation throughout the State, will also have charge of servicing loans in the 14 counties which now comprise the Greensboro district. The Raleigh office will have charge of the servicing activities in the 51 counties in eastern North Carolina.

The Asheville office will continue to serve 20 counties, and the Charlotte office will continue to serve 15 counties.

The moving of the State office from Salisbury to Greensboro began, and Abernethy said he expected the office to be in full operation in Greensboro by Monday.

HAWAII WARS ON MONGOOSE

Honolulu--Hawaiian sportsmen are obliged to protect game birds before they can have the pleasure of shooting them. They are now installing a 60,000 acre bird reservation near Waianae. Oahu Island, and simultaneously launching a fight to kill off the mongoose which otherwise would kill the game birds before the sportsman had a pot shot at them.

Hoey Lead Placed at 50,000; Graham Picks Up

McDonald Losing Ground Daily

Clyde R. Hoey will emerge victorious in the gubernatorial contest in the June 6th primary.

This is the consensus of opinion of the political wiseacres.

It is also, in substance, the prediction issued by the Hoey headquarters at Raleigh this week.

Based on returns from the various counties in the state, it is forecast that Hoey will carry approximately 70 counties, including some of the larger counties of the state.

All nine counties, in the 9th Congressional District, of which Rowan County is a part, are slated to go for Hoey by substantial margins.

Heavy gains by Hoey since within the past three weeks have definitely placed him in the lead over his three opponents.

McDonald will run second, it is believed; Graham third and McRae fourth. Graham is credited with having made exceptional gains in the state this week, especially in the eastern part of the state. It is believed that Graham's strength will far exceed that of earlier predictions. Hoey's lead was paced at 50,000.

Hundreds of political candidates, worn by weeks of intensive campaigning, neared the end of their first grind and election officials expressed confidence a record-breaking vote of upwards of 450,000 would be cast in the Democratic State-wide primary Saturday.

North Carolina turned to the primary in 1912 to select its Democratic nominees. Party veterans say no other contest was marked by as much political oratory as this year's.

Three of the four gubernatorial candidates, Sandy Graham, Clyde R. Hoey and Dr. Ralph W. McDonald, have made scores of speeches in every part of the State. Each man has had scores of talks made for him by friends, and each claims to have an active organization in every county.

The fourth man in the Governor's race, John A. McRae of Charlotte, has also spoken in many counties but he says he has no organization, no paid poll-workers and no friends campaigning for him.

Election officials point to the organization activities of the gubernatorial candidates, to record-breaking registrations in several scores of the 100 counties, and to the activity of seekers after other offices as they estimate the voting may exceed by 70,000 or more the 379,000 cast in the first primary of 1932.

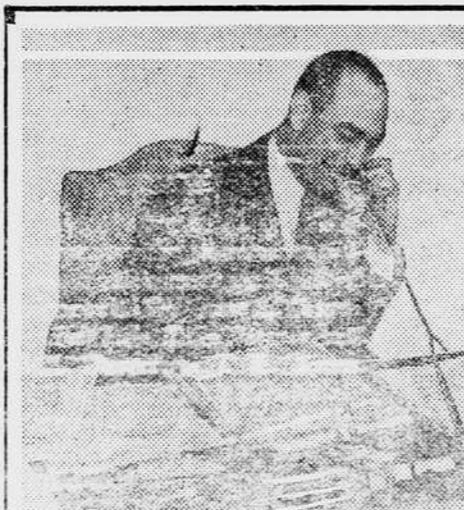
Saturday's balloting will mark the end in many of the contests, where a candidate gets a majority of the vote, but in many others a new campaign will start to lead up to the second primary July 4.

As the Democrats vote throughout the State on candidates ranging from township constable, justices of the peace, and cotton weavers up to Governor and "eastern" United States senator, the Republicans in scattered counties will select county and legislative nominees.

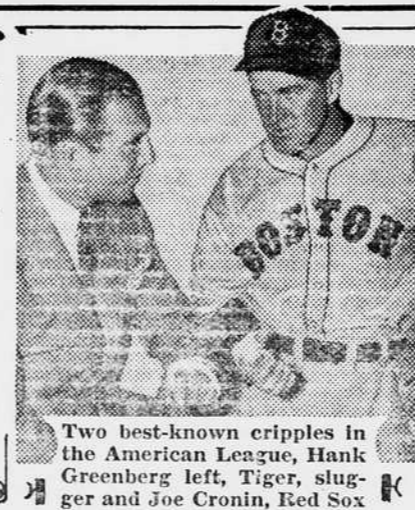
The three per cent sales tax continues to be the major issue. McDonald, 33-year-old native of Illinois and former college professor at Winston-Salem, pledges elimination

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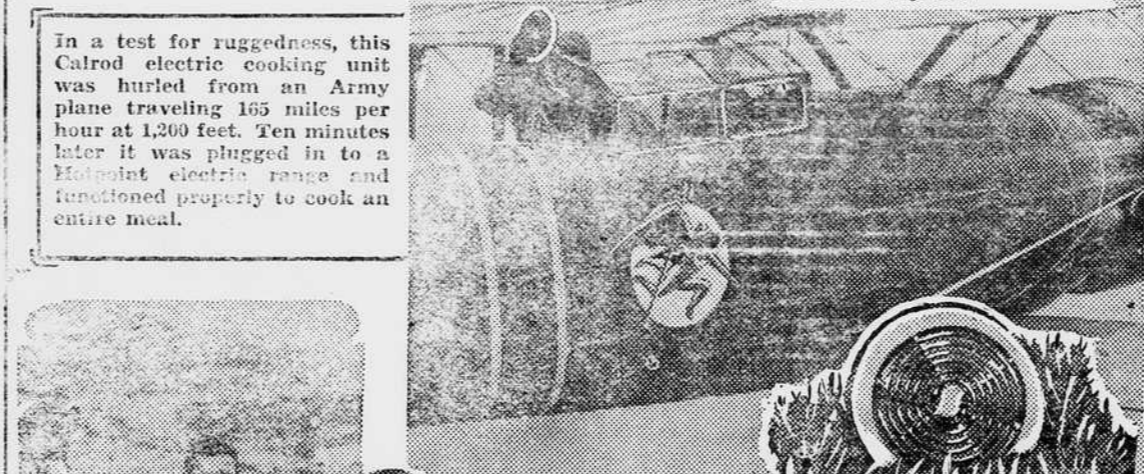
OUR OWN SNAPSHOTS



DIVIDENDS FOR DRUGGISTS — Small retailer now assured of profit on purchase of even a single package of merchandise under new "dividend certificate" sales plan announced by J. M. Olywyer (left) vice-president, Forhan Co. Retail Drug Associations are co-operating in first move of manufacturer to put small buyer on equality basis with large competitors.



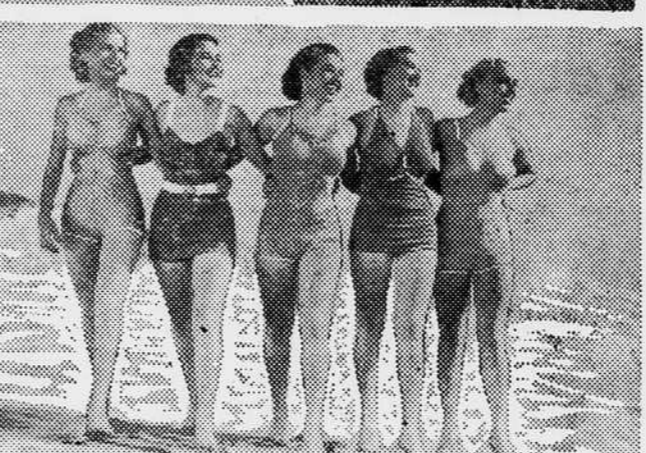
Two best-known cripples in the American League, Hank Greenberg left, Tiger, slugger and Joe Cronin, Red Sox manager console each other on their injuries.



In a test for ruggedness, this Calrod electric cooking unit was hurled from an Army plane traveling 155 miles per hour at 1,300 feet. Ten minutes later it was plugged in to a standard electric range and functioned properly to cook an entire meal.



These descendants of the fierce warriors of ancient Persia are not playing musical instruments, they are enjoying the staff of life "Bread".



WHY THE WILD WAVES ARE WILD--Five beauties go for a stroll along a beach on the Pacific Ocean. (l-r) Louise Small, New Orleans; Irene Bennett, Enid, Oklahoma; Jill Deen, Kansas City; Ann Evers, Clarksville, Va.; and William Francis, New Orleans.