

bill drastically cutting salaries of all government employees is being drafted by the special House economy committee

cuss the amounts paid by any partihis morning amounted to \$5,576,857.culat company, he did say that the 8 as compared with collections of \$4,-45,050.03 on the same date las tyear. law permitted the publishing of total tax payments by groups, and that th to figures ann by Commissioner of Revenue A. J. Maxtobacco companies would pay approximately \$3,000,000 in income taxes vell. Collections yesterday amounted .0 \$3,476,569. alone and a total of between \$4,000, While Commissioner Maxwell de-000 and \$5,000,000 in income and clined to announce the amount of in- franchise taxes combined. Since the maximum revenue anticipated from ome tax received from the R. J. Reythe present revenue bill is now \$24,olds Tobacco Company, of Winston-Salem, since the law prohibits the 250,000, the tobacco companies of the ublishing of the exact amount of tax State will supply fully 20 per cent haid by any individual or corporation, of this amount, or one-fifth of the tis understood that the check re-State's total revenue, in income and ceived from the Reynolds Tobacco Jompany yesterday amounted to ap-ione-half of the \$7,200,000 the income Company yesterday amounted to approximately \$2,100.000 or more than taxes are expected to yield—if they yield that much. The increased collections under the Reynolds company last year under the old income tax schedoles. It is also new revenue law show the value of understood that the income tax paid analytical study of taxation and the by The American Tobacco Company amounted to more than \$800,000. It was not learned whether or not the well pointed out. PHARR WRITES IN **PUPILS ON STRIKE**

ollection at the opening of the office

While Mr. Maxwell would not dis-

The five year penalty would be reduced to six months, except in the case of known large scale or habitual violators of the prohibition laws, while the maxim muifne would be cut from

(AP)-Hope waning for a stay of his execution, Harry E. Powers, corpuent killer of Quiet Dell, paced his cell in death row today and decried he law which allows capital punish-The State, Supreme Court of Charleston yesterday refused to intervene n his orse. Judge William Baker, of the United States District Court at Clarksburg, denied a writ of habeas "orpus. Two things may intervene to stay the hanging, set for tomorrow night. The governor may grant a reprieve, or a writ of supersedens may be granted to allow an appeal to the United States Supreme Court.

Chairman Byrnes, of the econom group, said off the floor! "A bill cutting salaries promptly will be reported out by the committee next week."

Estimates of savings to the government, he said, ranged from \$50,000,000 to \$100,000,000. depending upon the percentage of cuts to be made.

Manchurian City Attacked by Big Force of Chinese

Changchun, Manchuria, March 17 .-(AP)-A powerful Chinese insurgent force under a Manchurian leader named Tsinghai, and equipped with artillery. attacked Fu-Yu, a city of 80.000 people, 100 miles southwest of Harbin, last night, it was reported here today.

Although nominally within Kirin province, Fu-Yu, which is also called Petuna, or Sincheng. Is a commercial outlet for inner Mongolia.

B. & O. FAST TRAIN PARTLY DERAILED

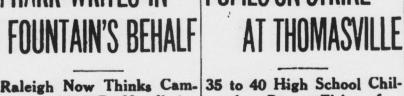
Baltimore, Md., March 17.-(AP)-The Capitol Limited of the Baltimon and Ohio railroad was partially de-tailed at Welverton, Maryland, this morning, but there were no personal injuries either to passengers or trainmen, the executive offices of the railroad stated.

KREUGER ASSOCIATE **REPORTED A SUICIDE**

Berlin, March 17.—(AP)—M. Margus, head of the Esthonian Match Monopoly, associated with the interests of Ivar Kreuger, hanged himself yesterday because of financial difficulties. a telegram from Weissenstein Esthonia, said today.

CHINESE MARCHING ON CITY OF MUKDEN

Agency today said 100,000 Chinese volunteers were marching on Muk den from three directions, destroying the flag of the new Man-churian state at all the villages Plong the way and hoisting in its place the Chinese national em-



paign Will Be Handled Stringfield From Charlotte

Daily Dispatch Bureau. In the Sir Walter Hotel. BY J. C. RASKEBVILL.

Raleigh. March 17 .-- Quite a number here are beginning to believe that the unofficial headquarters of R. T. Foun-tain, seeking the Democratic nomination for governor, is in Charlotte and that his campaign, or at least a good-ly part of it, is being conducted from here as a result of a letter appearing here urging the support of Fountain for governor. This letter, which appears to be a form letter, is from charlotte and is signed by Edgar W. Pharr, Charlotte attorney, who was speaker of the House in the 1925 General Assembly, and extols the character and attainments of Fountain. That the letter is being sent genscally over the State is indicated in

the first paragraph, in which Pharr says: "I am writing a few acquain-tances and friends over the State to express a personal testimony for the character and attainments of Honorable R .T. Fountain, who is now candidate for the Democratic nomination for governor." The letter has been received by at elast one man in Ra-

(Continued on Page Two.)

fidence in established institutions has been an important factor in bringing about a return to normal conditions. Stedman said. "To break the vicious dren Protest Firing of circle of business inactivity that has been holding up bound, we must first banish fear. The life blood and growth of your community depends upon its Thomasville, March 17.-(AP)-Beconfidence in your local institutions.

tween 35 and 40 students walked out So trade at home, put your money in of Thomasville high school today in institutions located in your city. protest against the school board's request for the resignation of D. Vann invest in anything more than your Stringfield, teacher and athletic adimmediate needs. buy local real esviser, who was recently arrested on charges of violating prohibition laws. After the students had been out of tate. I know that real estate is not popular as an investment at this time. Yet when you consider the value of real estate today and compare it with their classes for some time, they be-gan to ride about in the school autostocks purchased in 1929 at 1929 prices, you will find that the depre-ciation in real estate has been much mobiles, blowing horns and creating confusion and tending to disturb those who remained in the building at work. less than the depreciation in the value of stocks. The average depreciation in stocks since 1929 has been 66 per Police were called to the school grounds to quiet the sgroup; which, however, remained away from classes. cent. The depreciation in real estate They said their only reason for the strike was in protest against the achas not bee nnearly so great. I doubt if you can find any real estate that tion of the board which Tuesday ask-ed for Stringfield's resignation. would not bring as much now as one-

ROOSEVELT IS FAR AHEAD IN DAKOTA Fargo, N. D., March 17 (AP)-Returns from 1,424 of 2,235 precincts in North Dakota gave for the Democratic presidential pre-

ference: : Roosevelt, 35,066. Murray, 20,431.

Daily Dispatch Bureas, in the Sir Waiter Hetel Bit C. MASKEWILL, Rocky Mount, March 17.—North Carolina and the entire country have

Necessary, and After That Pur-

chase of North Carolina's

Own Bonds

man told the members of the Kiwanis

Three things will do more to hasten

the return of normal economic con-

ditions than any thing else, Stédman

said. The first of these is the banish-

ment of fear and the restoration of

confidence in local institutions, both

business and governmental. The sec-

ond is the investment of maney in

local real estate, rather than in stocks

The third is the investment in; North

Carolina State boads. Stedman cited

figures to show that North Carolins

onds have continued to remain the

safest and soundest investment of all

and that real estate has been next, showing much less depreciation dur-

ing the last two years than have

"I have called your attention to the

several depressions in the past, in each of which a restoration of con-

"Then, if you have any money to

third of its value in 1929. Fortunes

WEATHER

FOR NORTH CAROLINA.

day generally fair and co

Showers this afternoon and pro-ably tonight; colder tonight; Fri-

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stocks.

club here this afternoon.

SCHOOLS OF STATE already weathered the worst of the **NOW ON FIRM BASIS** depression and a return of normal business conditions is on the thres hold, State Treasurer John P. Sted-

\$10,000 to \$500.

Charlotte, March 17.--(AP)-Dr. A. T. Allen, State superin-tendent of public instruction, today told city and county saper-intendents of schools that the public school system in North Carolina is now on a firmer basis than ever before.

The superintendents met here this morning preliminary to the opening otonight (of the North Carolina Education Association ntion

DOCTOR KILLED AS DYNAMITE EXPLODES

Tryon, N. C., March 17.-(AP)-Dr. E. F. Bell, of Spartanburg, S. C., was killed at his mountain orchard, near here, yesterday when several sticks of dynamite which he was carrying, suddenly exploded.



Looking quite unconcerned though he has been repeatedly grilled in connection with the Lindbargh baby kidnaping, Henry "Red" Johnson, the sailor friend of Betty Gow, the baby's nurse, is shown as he appeared during a quis at Newark, N. J. Johnson is new held under arrest for illegal eatry to the United States.

2.75 PERCENT BEER

day Night

VOTE LIKELY UPON

Reed Denies In Senate For President Hoover That Mellon Will Go to London To Undertake Scaling Down of British Debt To United States

Washington, March 17.-(AP)-The Republican House members will de-cide tomorrow night whether they can support the sales tax with any degree of solidarity. Representative Snell, of New York,

their floor leader, called a meeting after a petition had been presented to the clerk of the party conference today bearing sufficient signatures to force a meeting under the rules of the conference.

About the same time, Speaker Garner expressed the view that a vote would be in order on an amendment calling for a \$5 a barrel tax on 2.75 ercent beer.

REED VIGOROUSLY DENZES

PLAN FOR DEBT REVISION Washington, March, 17.-(AP)- A Democratic attack in the Senate today against revision of the British war debt owed to America brought a denial from Senator Reed, Republican, Pennsylvania, on behalf of President Hoover that the subject was even un der consideration.

Senator Reed specified that the "question had not been discussed" with Ambassador Mellon, who is about to sail for his London Post.

Williams Trial At. Smithfield. Is Further Deferred

Smithfield, March 17.-(AP)-Trial of Mrs. Ivey Hinton Williams, charged with the killing of her husband, Jesse J. Williams, was egain delayed in Johnston Superior Court today, and Solicitor Clawson L'Williams said he did not expect to reach the case until

OMOTTOW. The solicitor said the first degree murder charge originally placed against Mrs. Williams would be changed to second degree murder. Judge W. C. Harris, presiding, said he would hold night sessions of the court tomosrow and Saturday, if necssary to' complete the case.

Discount Rates Further Reduced By Bank of England

Londrn, March 17 (AP)-The Bank of England reduced its discount rate today fro mfour to 3 1-2 percent.

The decision of the bank authorities Surprised the market, which was not prepared for a further reduction after the two recent declines.

The monetary situation has grown so easy, however, as revenue has been coming in so steadily that apparently the bank directors decided to give trade and commerce that benefit of a further half of one percent.

Hood To Request Loans on Closed " State Banks Soon

Raleigh, March 17.-(AP)-Requests for loans from the two billion dollar Reconstruction Finance Corporation to pay dividends to depositors of every closed bank in North Carolins will be made soon to officials of the corporation, Gurney P. Hood, State commissioner of banks, said today. Mr. Hood is acting under instruc-tions given him last week by the State Advisory Banking Commission. and has already set in motion machinery for getting up the necessary date on the closed banks to forward to Washington with requests for loans.

CHILD KILLED IN **BUS-TRUCK CRASH**

Rye, N. Y., March 17.—(AP)-43n eight-year-old child was killed and 18 persons injured early today when a New York-bound bus from Boston crashed into a parked truck on the Boston post road, near here. The child was Christine Linkfield. of Huntington, W. Ve.