# HOUSE DEFEATS SALES TAX

Lindbergh Baby Reported On Yacht Near Norfolk

House Votes 223 To 153 Against Heavy Tax Bill After Fiercest Debating

Both Parties Split and Open Dispute on Floor Occurs Between Democrat Leaders

RAINEY AND BYRNS ON OPPOSITE SIDES

Republican Leaders Hold Firmly for Sales Tax; Vote Comes After One Amendment After Another Is Tacked Onto Measure During Hot Debate

Washington, March 24 (AP)-The sales tax rejected by the House today after fierce debate, which split both parties and brought an open dispute on the floor between Democratic leaders. The vote by teller counts was

223 to 153. As the House was in committee of the whole, no roll call vote was taken. In the closing moments of debate. two of the Democratic leaders, both House veterans- Rainey of Illinois and Byrns of Tennessee arrayed themselves on opposing sides. with Rainey advocating and Byrns oppos-

The Republican leaders held firmly for the tax. The Crisp amendment to the re-

venue bill exempting from the sales tax. food, clothing, medicine, farm implements. Insecticides and malt syrup used in making bread, was approved today by the House, prior to the vote against the bill.

The House today excluded from the proposed sales tax materials going into the construction of ships for which the government loans the money, as it drove toward a decisive vote on the controverted issue.

to exempt electric power used in agricultural production from the sales

# PEACE PARLEN IN

Chinese and Japs Not Hope. ful; War Preparations Along Front

Shanghai, March 24.-(AP)- The Chinese and Japanese armies went methodically about the business of grooming their trappings of war outside Shanghai today, as formal peace negotiations finally got under way in the international settlement.

China was represented by General Tai Chi, Shanghai's military garrison commander, succeeding General Chiang Kuang Nai. Chiang walked General out on the opening session yesterday, declaring that he could not sit as military delegate unless Japan named a full ranking general to sit opposite

The first session started at noon and was very brief. When the delegates filed out of the British consulate, both Chinese and Japanese were gloomy but the neutral observers were in a hopeful mood.

### BANKER IN ATTACK

Washington, March 24.-(AP)-Features of the Glass banking revision bill were criticized before a Senate banking committee today by Wilson M. Mills, chairman of the board of directors of the First Wayne National Bank of Detroit as "disadvantageous to banks, communities, business and the country in general.

#### **COMMITTEE FAVORS** LEASING OF SHOALS Washington, March 24.-(AP)-

The House Military Committee today approved the James bill pro-viding for the disposal of Muscle

It provides for leasing of the \$160,000,000 war-time nitrate plant for private operation, and in event that it cannot be leased it provides for government operation.

#### Seven Negroes In Rape Case To Die

Montgomery. Ala., March 24 .-(AP)—Death sentences for seven of the eight Negroes convicted at Scottsboro, Ala., a year ago of as-saulting two white gir's were af-firmed today by the Alabama Supreme Court.

The death sentence for the eighth Negro was revrsed and remanded for trial.

The Supreme Court fixed Friday, May 13, as the date of execution of the seven prisoners.

# IN HOARDING SHOWN

Hoover's Campaign Declared To Be Getting Re. sults Over Nation

BANK FAILURES FEWER

Drop From 95 Week Ending January 16 to Five Last Week, Secretary of Treasury Announces In Statement

Washington, March 24 .- (AP) - A ecrease of \$157,000,000 in currency in irculation since the inauguration of President Hoover's anti-hoarding camaign, marking a definite trend toward bringing money out of hiding, was announced today by Secretary

At the same time the secretary pointed out that bank failures had lropped from 95 in the week ending January 16 to five in the week ending March 19.

It was disclosed that the Recontruction Finance Corporation has about used up its \$150,000,000, which he Treasury subscribed to its stock and that another \$200,000,000 would

# SHANGHAI BEGUN KILLS SWEETHEART, IS KILLED HIMSELF

Double Tragedy Occurs at Raeford; Dead Girl's Brother Freed

Raeford, March 24.-(AP)-Frank Wright, 20, killed her during a quar-rel at her home last night and was himself killed by Pearce Wright, 30, the girl's brother.

A coroner's jury held the slaying of Russell was justifiable homicide. Russell was said to have called on the young woman, who informed him she would not see him, and turned to leave the room.

"Don't leave the room," Mrs. P. H. Wright, the girl's mother, said she heard Russell say. The fatal shot followed, she said, and then Russell fired at her and another daughter, Viola when they rushed into the room, she

added, but missed. Meanwhile Pearce Wright ran for his shotgun and killed Russell as the ON GLASS BANK BILL latter sought to leave the house.

#### MISSING AVIATORS ARE LOCATED SAFE

Memphis, Tenn., March 24.-(AP)-Missing since they took off from a Memphis airport Sunday in an unlicensed airplane, Karl Williams, pilot. and W. H. Harrah, both of Beckley, W. Va., were located today, Williams at Brownsville. Tenn., 60 miles north of Memphis, and Harrah en route to Beckley by train.

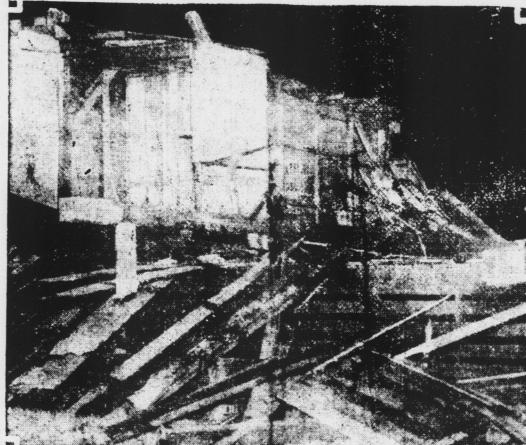
#### TAX RECEIPTS FOR **TUESDAY ANNOUNCED** Washington, March 24.-(AP)-Income tax receipts on March 22 amount

ed to \$5,848,933. as compared to \$8.-337,873 for the similar date a year ago.

The collections brought the total for

in favor of cheaper textbooks, pro-(Continued on Page Three.) the month to \$184,416.046.

PHOTOS SHOW DEVASTATION IN STORM





wreckage of the railroad station at

INTO ENEMY CAMP

Expected To Tear Into

Ehringhaus and Fountain

On Sales Tax

Daily Dispatch Suresu.
In the Sir Walter Hotel.
BY J. C. BASKERVILL.
Raleigh, March 24.—With a cloud

of indifference again threatening to

engulf the gubernatorial campaign, despite the efforts of J. C. B. Ehring-

haus to inject some enthusiasm into

it with a rather mild and gentlemanly

assault upon the positions held by R. T. Fountain and A. J. Maxwell, some

new interest is promised tonight when

Maxwell will make the first real po-

litical speech so far in his campaign

and unloose some new shots at the

In his last speech several weeks ago

Maxwell turned loose some new shots

that neither Fountain nor Ehringhaus

were expecting and made some holes

in their fortifications through which

he has been gaining votes ever since

according to reports reaching here. The two shots that did the most dam-

age to the opposition and which have

served to help his campaign more

than anything else were his statement

**MAXWELL TO FIRE** 

In the top picture is shown the devastating tornado of last Tuesday in the wake of the storm in the same town. Columbiana was in the heart of night. In the lower picture rescue the tornado section, and is near the Columbiana, Ala., resulting from the crews are shown searching other ruins center of the state of Alabama.

## Relief Work Is Started In Tornado Region, With **Appeal For Money Made**

#### Testimony Begun At Woman's Trial For Killing Girl

Lexington, March 24.-(AP)- A jury to try Mrs. Lola Pickett, middle aged widow, for the poisoning of her six-year-old daughter, was completed in Davidson County Superior Court

An alternate juror also was chosen. The State promptly swore in twelve witnesses and announced that others would be called later.

The solicitor then ordered H. H. Koontz to the stand as the first wit-

### WEATHER

FOR NORTH CAROLINA. Fair, slightly colder on the coast, with light frost tonight; Friday fair and warmer.

Survivors Work With Red Cross and American Legion to Bury Dead, Care for Jnjured

**DEATH TOTAL NOW** AT FIGURE OF 358

Red Cross Quarters Estab. lished in Birmingham, With Eight Other Centers of Operation Set Up; Survey of Conditions Made by Relief Crews

Birmingham, Ala., March 24.-(AP) stricken lent a hand of mercy to the South's tornado victims today as the death list grew to 356.

Survivors worked with the American Red Cross, the American Legion and other organizations to bury the dead.

(Continued on Page Three.)

# Kidnaped Infant Aboard Yacht In Chesapeake Bay, Norfolk Paper Has Heard

#### **Highway Convicts** Cost 65c Per Day

Raleigh, March 24.—(AP)—The State Highway Prison department housed, fed, clothed and worked an average of about 4,000 prisoners through the first six months of the current liscal year at a cost of 65.11 cents per day for each convict, the first semi-annual report of Sam D. Scott, supervisor, showed today.

Total operating expenses of the highway prison department were \$453,584.56 from July 1 until December 31, 1931.

The new road law, which transferred maintenance of the county roads to the State Highway Commission, also transferred all long term county prisoners to the State for work on the roads.

# FARM REFINANCE BILL IS PROPOSED

Senator Wheeler Says He Will Introduce Measure Very Shortly

LOANS FOR FARMERS

Would Enable Them To Save Their Farms With MoneyatSame Interest Rate Now Charged Finance Companies

New York, March 24.-(AP)-U. S Senator Burton K. Wheeler, Derhocrat Montana, said today he intends to introduce in Congress within the next ew days a farmers' re-finance bil with provisions parallel to those in the recently adopted measure affect ing financial institutions.

"It will provide," he said, "for loans to farmers so they can save their farms, at the same interest rate now charged by the refinance corporation

### CAPONE CRIMINALS SEEK HIS RELEASE

Hatch Plot To Control Of. fice-Holders of Both Parties

Washington, March 24 .- (AP) An attempt by criminal organizations headed by Al Capone to secure his freedom through control of public officials was charged today by Frank J. Loesch, president of the Chicago Crime Commission in a letter to Senator Borah.

Lewis, in a long letter reviewing attempts of Chicago gangland to con-trol lab, unions and public officers,

"It is my opinion, based upon these tacts and other indications that the combination here now formed for getting men into public office, turns very largely on the efforts of the criminal organization headed by Al Capone to control sufficient of the elected public officials, party lines not cutting much figure, to get Capone freed from the penitentiary sentences now hanging over his head, or secure reduction of the sentences.

#### GIRL LEAPS FROM **ROOM TO DEATH**

Pinehurst, March 24.- (AP) -Arriving here today for a visit to his father Philip S. T. Randolph, Jr., New York broker, declined to discuss the death Relief agencies and neighbors of the in New York of Miss Laura Anderson. 23, who leaped from a window of Randolph's apartment early today.

Young Randolph had entered the North and South golf tournament, but scratched his name soon after his arrival. He would not say whether he intended to remain in Pinehurst or return to New York.

Three Representative Nor. folk Citizens Motor to Lindbergh Estate. It Is Stated

#### WENT TO ARRANGE RETURN OF CHILD

Norfolk Automobile Seen In Lindbergh Home Tends to Accentuate Story; Head of New Jersey Police, However, Says No Truth In the

Norfolk, Va., March 24 (AP)-The Ledger Dispatch said today hat Charles A. Lindbergh, Jr., 1-months-old son of the famous viator, kidnaped from his pa-'ents' home in New Jersey more han three weeks ago, is reported in a yacht "somewhere in Chespeake Bay.'

The paper said three represenative Norfolk citizens motored to he Sourland mountain estate of he Lindberghs Tuesday night and yesterday interviewed Col-

The visit of the Norfolk men was or the purpose of securing the assent f the Colonel to plans for the return f the baby, involving the payment a substantial ransom, the Ledger Dispatch says.

These developments were learned

oday, the paper says, from an aparently authentic source, accentuated by reports from New Jersey of an utomobile with Virginia and Norolk license plates having been seen t Hopewell, N. J., and later at the indbergh estate.

O TRUTH IN IT, DECLARES SUPERINTENDENT OF POLICE Hopewell, N. J., March 24. (AP) hown dispatches indicating that the tidnaped Lindbergh baby might be on yacht in Chesapeake Bay, Colonel I. Norman Schwarzkopf, superinten-

ent of State police, said:
"There is abosclutely no truth in it."

# INDBERGH AGENTS HUNT 2 KIDNAPERS

Seen In Neighborhood Before Baby Was Stolen, **But Not Since Then** 

Hopewell. N. J., March 24. (AP)-Police investigating the kidnaping of the baby son of Colonel Charles A. Lindbergh concentrated their efforts today in a search for two "known 'cidnapers," who have disappeared ince the child was stolen.

The pair are Harry Fleischer, Detroit purple gangster, and Abie Wag-ner, an alleged associate. Raids in New York City and Long sland failed to trap them, but the hunt has only been intensified by their elusiveness.

"Abie Wagner, recorded as a known kidnaper, was alleged to have been seen around central parts of New Jersey shortly before the kidnaping," Superintendent of State Police H. Norman Schwarzkopf said in today's official bulletin on the case. "Since the kidnaping, he has not been seen or accounted for in any way," the bulletin continued.

#### ROME LAUNCHES ITS EASTER OBSERVANCE

Rome, March 24,-(AP)- The bells of Rome's 400 churches heralded Holy Maunday Thursday today, the anniversary of Christ's institution of the eucharist, then ecame silent to remain mute until Saturday noon. Rome has be-gun to mourn the passion and the

Thousands of Pilgrims, including many Americans in Bonte for Easter, went to Bome's cathedral church of St. John's Lateran to venerate the table exhibited as the one used for the Last Supper.