

HOOVER VETOES RELIEF BILL

Says Young Reynolds Often Threatened Suicide

Curtis Gets Year In Jail And \$1,000 Fine For Part In Lindbergh Hoax Scheme

DEFENSE UNABLE TO DEFER ACTION BY JUDGE ROBINS

Court Says Careful Consideration Was Given Judgment Following Conviction

APPEAL IS SOUGHT TO HIGHER COURT

Defense Lawyer Had Said He Would Not Appeal If Sentence Consisted Only of Fine; Attorneys Argue at Length and Judge Denies Motion Made

Fleming, N. C., July 11.—(AP)—John Hughes Curtis, convicted of hindering the capture of the kidnapers of the Lindbergh baby, was sentenced today to one year in jail and a fine of \$1,000. The maximum possible sentence which could have been imposed under the indictment on which Curtis was found guilty was three years imprisonment and a \$1,000 fine. The sentencing followed a fervent attempt on the part of the defense to halt action against Curtis before sentence was imposed. As soon as sentence was imposed, Curtis called to the bar, where he faced Judge Adam O. Robins without apparent nervousness. "You have been convicted by a jury of committing a misdemeanor," said Judge Robins. "It now becomes my unpleasant duty to impose sentence. In my ten years of experience, I have never given a sentence so much consideration and thought. The jury recommended mercy."

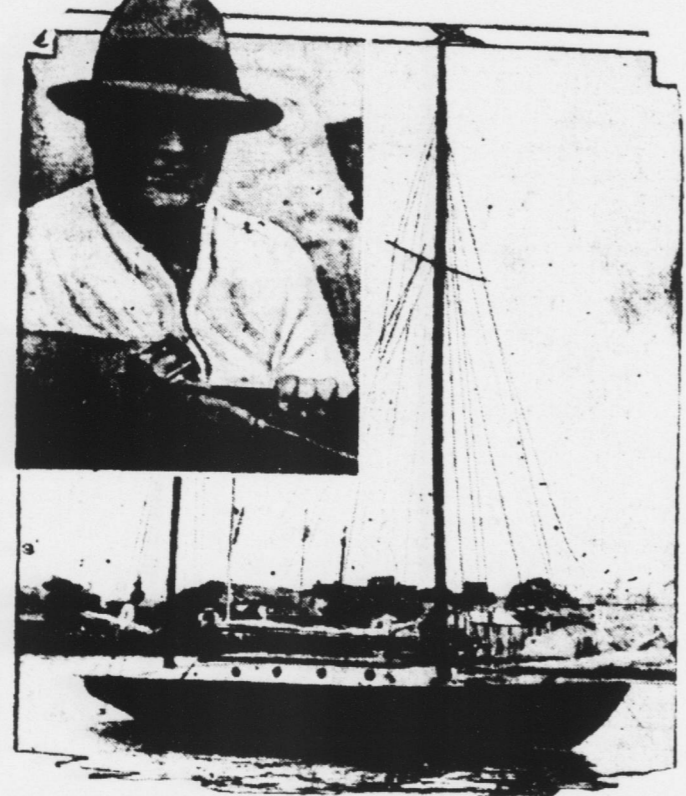
(Continued on Page Five.)

Split Over Name New U.N.C. Head

Board Told Under Merger N. C. C. W. and State To Be Secondary Schools

Raleigh, July 11.—(AP)—Extended debate as to whether the administrative head of the great University of North Carolina should be called "chancellor" or "president" today tied up the new consolidated board of trustees as it took under consideration the recommendation of the merger commission. There were 62 members of the new board present for its first meeting, as Governor Gardner called the session to order, and explained that the compelling motive behind the consideration of N. C. State College and N. C. C. W. with the University of North Carolina was one of economy. Dr. George A. Works, expert in charge of the merger survey, and Dr. Fred J. Kelly, of the United States Office of Education in Washington, explained the printed reports which were given to the board. The engineering school at the University at Chapel Hill, is superior to any in the South, Dr. Work said, and he also praised the University library. Dr. Work emphasized the importance of transferring all higher educational work from Greensboro and Raleigh to Chapel Hill. He said that what are now known as N. C. C. W. at Greensboro and N. C. State College at Raleigh would eventually become schools which carry on the first two years of college work with the higher studies all centralized at Chapel Hill.

Roosevelt's Holiday Boat



Here is the 40-foot yawl, "Myth 2nd," in which Governor Franklin D. Roosevelt (inset) and his four sons will cruise along the New England coast on a "relaxation trip" for the Democratic Presidential nominee. Although the Governor's primary purpose in making the cruise is to obtain rest in preparation for the coming campaign, it is expected that many important details of the Presidential battle will be settled during the trip. Several Democratic chiefs will follow the yawl and confer with the Governor when he anchors at the end of each day's sailing.

May Cut Off \$2,000,000 From State School Fund

Budget Commission And Council of State Scheme Way To Live Within State Income During Coming Year; Two Plans for Economics Are Considered

Daily Dispatch Bureau, In the Sir Walter Hotel. BY J. C. BASKERVILLE. Raleigh, July 11.—In addition to the reduction of \$1,000,000 in the expenses of the State departments and institutions this year over last year, which the budget bureau says is necessary, it will also be necessary for the State to withhold approximately \$2,000,000 from the appropriations for the public schools, it was apparent here today as the Advisory Budget Commission and the Council of State met with Governor O. Max Gardner to decide on what plans to follow to carry the State through this present fiscal year. It is also a foregone conclusion that fully \$2,000,000 will be withheld from the school fund, in spite of the laws decreeing that it shall not be reduced, for the simple reason that the State does not have the money, will not have it, and would have to close down almost all of the State departments and institutions if it should try to pay out the total of \$17,500,000 to the schools as originally appropriated by the 191 General Assembly. But by trimming another \$1,000,000 from the appropriations for the State departments and institutions and by holding back \$2,000,000 from the amount appropriated for the schools, it will be possible for the State to keep its machinery running throughout this fiscal year, though on greatly curtailed budgets. Two Plans Proposed. Two plans will probably be proposed today for the reduction of \$2,000,000 in the school appropriations, as follows: 1. To eliminate the tax reduction fund for the aid of the extended term, amounting to \$1,500,000, and to reduce the fund for the six months term by only \$500,000, or less than five per cent. 2. To withhold approximately 12-13 per cent of the six months school (Continued on Page Five.)

Eleven Drowned From Rainstorm Charleston, W. Va.

Charleston, W. Va., July 11.—(AP)—Eleven persons were reported drowned today by flood waters of Paint and Armstrong creeks, near here. Eight bodies were recovered. Reports that more than 150 homes on the two creeks had been washed away were received here. It was not known how many were occupied. Mute evidence of the havoc caused by a sudden rainstorm was seen in the Kanawha river at Charleston. Both creeks empty into the river. Sides of houses, staircases, mattresses, brooms, telephone poles and various articles of furniture floated in great profusion down the river. Navigation was almost impossible except in small craft.

Treasury Inquiry Is Waste of Time, Official Declares

Washington, July 11.—(AP)—A treasury spokesman told a committee today his department would cooperate if the House decided on an investigation of government fiscal agencies, but indicated strongly he felt the inquiry would be a waste of time and money. Under Secretary Ballantine made his statement before the House Rules Committee, which has a resolution pending for an investigation of the Treasury and Federal Reserve Board. A little while before Representative McFadden, Republican, Pennsylvania, had charged the administration was trying to block the inquiry.

LIBBY HOLMAN IS AGAIN WITNESS AS INQUEST RESUMES

Reporters Present For First Time As Coroner's Inquiry Takes Up Broken Threads

REYNOLDS TRAILED HER MANY PLACES

Came to Florida to See and Also Followed Her to Paris, Young Widow Tells Jury; First Met Reynolds In Baltimore; Tells of Marriage In 1931

Winston-Salem, July 11.—(AP)—Libby Holman Reynolds today testified at a coroner's inquest into the death of her youthful husband that he had threatened to shoot himself on several occasions. She said it happened seven or eight times. With reporters present for the first time, the inquest into the fatal shooting of Smith Reynolds, tobacco heir, was resumed this afternoon. The coroner's jury assembled in the library of Reynolds, the palatial home erected by the late R. J. Reynolds, tobacco magnate, whose youngest son and heir died Wednesday morning four hours after a pistol bullet plowed through his brain. Libby Holman, Broadway favorite, and young Reynolds' bride of a few months, was re-examined this afternoon. She had been under guard as a (Continued on Page Five.)

NUMEROUS THIRD PARTIES IN 1932

Beckon To Dissenters From The Orthodox Tickets And Platforms

Washington, July 11.—(AP)—Almost "numberless third parties" again this presidential election year beckoned to the dissenters from orthodox tickets and platforms. To millions of voters course, November offers just a choice between Hoover and Roosevelt, but there remain the aspiring organizers of new groups with their wide assortment of ideas and candidates. Backers of at least three of these minority movements hoped they can play a role comparable to Theodore Roosevelt's "Bull Moose" party of 1912, or to Bob LaFollette's Progressive parties of 1924. They are: The Prohibition party, representing one wing of the country's dry sentiment; the "Liberty party" grouping the more radical independents of the central and western agricultural zones, and the League for Independent Action based largely on the strength of political reformers in the east. (Continued on Page Six.)

WEATHER FOR NORTH CAROLINA. Local thundershowers this afternoon or tonight; slightly cooler in extreme west portion tonight; Tuesday generally fair and cooler.

Occasional Wife Begins Today Henderson Daily Dispatch

A thrilling new serial based on the experiences of a girl and her man in a modern marriage

End of World Flight



Minsk, Russia, terminus of the ill-fated world flight of Bennett Griffin and James Mattern, is shown on the map, above. When the flyers arrived at Berlin, Germany, from Harbor Grace, N. F., it seemed possible that they would beat the record of Wiley Post and Harold Gatty, but the crack-up ended such hopes.

QUESTION OF NEW STATE CHAIRMAN DEMOCRAT WORRY

Reynolds and Ehringhaus as Yet Unable To Agree on Man To Handle Campaign

THUMBS DOWN BY REYNOLDS ON TWO

Opposes McLendon and Shuping, and Suggests Woodson or Bowie, But Neither Has Been Selected; No Preference Expressed by Mr. Ehringhaus

Raleigh, July 11.—(AP)—The question of who will be the next chairman of the State Democratic Executive Committee today continued to trouble party leaders and those interested in North Carolina politics. With Robert R. Reynolds, senatorial nominee, and John C. B. Ehringhaus, nominee for governor, each proclaiming there last week there would be no trouble over the selection of the chairman, it looked like the matter was secretly settled, but week-end developments indicated otherwise. There was no doubt existing today as to who would and who would not be acceptable to Reynolds, whose majority of 107,000 votes over Senator Cameron Morrison set a new primary record. Ehringhaus, on the other hand, did not voice his preference, but promised to act to "proper and in ample time." Reynolds emphatically let it be known that he would not consider Major L. P. McLendon, of Durham, who managed Ehringhaus' gubernatorial race, or C. L. Shuping, of Greensboro, who guided J. W. Bailey's fight for the Senate in 1930. Both supported Senator Cameron Morrison against Reynolds. At the same time that he announced (Continued on Page Six.)

ABANDON HOPE FOR SUBMARINE VICTIMS

Cherbourg, France, July 11.—(AP)—All hope of rescuing alive any of the more than 60 men who went down with the French submarine *Promethee* last week was abandoned today.

President Carries Out Threat Against Garner Unemployment Proposal



Prohibition Candidate

Former Congressman William D. Upshaw, ardent dry of Atlanta, Ga., is the Prohibition party's presidential candidate, with the understanding that he would withdraw if Senator William E. Borah could be persuaded to head the ticket. Upshaw is shown at the party's convention at Indianapolis.

Violates Every Sound Principle of Public Finance and Government, Mr. Hoover Writes

URGES COMPROMISE BEFORE ADJOURNING

Says Congress Must Not Quit Until Relief Is Given; Never Before Has So Much Power Been Given Seven Individuals As Garner Would Confer

Washington, July 11 (AP)—Carrying out his threat, President Hoover today vetoed the \$2,122,000,000 Wagner-Garner relief measure.

The president's veto message, running more than 2,000 words in length, was placed in the hands of newspapermen at the White House within 15 minutes after the measure reached the chief executive. In it the President launched another bitter attack against the provisions insisted upon by Speaker Garner to make loans to individuals. "This proposal," the President asserted, "violates every sound principle of public finance and government. Never before has so dangerous a suggestion been seriously made to our country. Never before has so much power for evil been placed at the unlimited discretion of seven individuals." Having in mind the wish for every adjournment, the President in his message recommended that "a compromise should be reached upon terms suggested by members of both houses and both parties, and that Congress should not adjourn until this is accomplished."

SUBSTITUTE ACCEPTABLE TO HOOVER IS PLANNED

Washington, July 11.—(AP)—Congress concentrated today on tax-ends of its legislative program, with every body confident that the \$2,122,000,000 relief bill could not be passed over President Hoover's veto, but that a substitute acceptable to the administration would be sent to the White House. The Garner-Wagner bill, on which the Senate Saturday completed congressional action, was ready for Speaker Garner's signature after the House convened at noon. Since the House was in recess Saturday, he could not sign it then. The President's veto message, recommending elimination of the pro-

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Announce Result Of Elections

Official Results Of July 2 Primary Are Given By State Board Of Elections

Raleigh, July 11.—(AP)—The State Board of Elections today formally declared Robert E. Reynolds, Asheville anti-prohibitionist, the Democratic nominee for the United States Senate to succeed Senator Cameron Morrison, and named John C. B. Ehringhaus of Elizabeth City as gubernatorial nominee over E. T. Fountain. Reynolds got 227,864 votes in the July 2 primary for the short term compared with 120,428 for Morrison, who campaigned as a prohibitionist. For the long term, Reynolds got 221,869 votes and Morrison 116,012. Reynolds had a majority in 93 of the State's 100 counties, and his lead set a new primary record. Ehringhaus got 182,065 votes and Fountain 168,917. The Elizabeth City man carried 58 counties. A. L. Fletcher, of Raleigh, got 194,203 votes for commissioner of labor, to become the nominee over Clarence E. Mitchell, of Raleigh, who got 114,072. Fletcher carried 83 counties.

Gold Standard Is Urged on Nations

Basel, Switzerland, July 11.—(AP)—Directors of the bank of international settlement today adopted a resolution calling for a return to the gold standard as the "best available monetary mechanism and best suited to make possible a free flow of the world's trade."

REYNOLDS TO OKEH THE NEW CHAIRMAN

Senatorial Candidate Confident Ehringhaus Choice Satisfactory

NOT SELECTED AS YET

Neither McLendon Nor Shuping Deared by Reynolds Supporters; Want Man Who Supported Both Candidates

Daily Dispatch Bureau, In the Sir Walter Hotel. BY J. C. BASKERVILLE. Raleigh, July 11.—Robert R. Reynolds, Democratic nominee for senator who defeated Senator Cameron Morrison for the nomination in the second primary July 2, has no particular candidate for the chairmanship of the State Democratic Executive Committee, but is confident that the new chairman, who will be suggested by J. C. B. Ehringhaus, the Democratic nominee for governor, will be entirely acceptable to him, he said here Saturday. "I have conferred with Mr. Ehringhaus and while no decision was reached, the conversation was most pleasant and I am sure that whoever is suggested for the chairmanship by Mr. Ehringhaus will be entirely acceptable to me." Some of Reynolds' friends have been suggesting former Senator Walter H. Woodson of Salisbury for this post. (Continued on Page Five.)

Garner Apparently Thinks He Can Attach Importance To Vice-President Office

Texas thinks he can invest the vice presidency with an importance it never has possessed hitherto. If so, it is understandable that an ambitious statesman should prefer the post of White House understudy to the speakership, on the off chance that the former may land him direct. (Continued on Page Three.)