

Compromise Upon School Machinery Measure Is Near

Agreement By Conferees Expected Today In Last Major Task Before Legislature

HORSE-RACING BILL PASSED IN HOUSE

Would Permit Pasquotank Voters To Decide Whether They Want To Permit Betting; 1933 Tax Sale Certificate Refunding Act Is Amended by State

Raleigh, May 12.—(AP)—Conferees on the biennial school machinery bill, the last major act the General Assembly must agree on before it can adjourn sine die, promised a compromise measure late today as the two legislative divisions worked leisurely on odds and ends on their calendars.

The eight legislators engaged in ironing differences between Senate and House school bills reported at the end of a four-hour meeting that it was likely an unanimous report would be ready during the afternoon.

The major points of contention between the two houses is over the length of school terms.

This is the first legislative session which had to delay adjournment because of failure to enact a school law in the memory of Representative Doughton, of Alleghany, veteran of 16 years.

Under suspension of the rules, the House passed and sent to the Senate a rule to allow the voters of Pasquotank county to decide whether or not there shall be horse-racing and pari-mutuel betting in their community.

WILL SELL OFF LAST GOVERNMENT COTTON

Washington, May 12.—(AP)—Henry Morgenthau, Jr., chairman of the Farm Board, announced today that the last remaining cotton of the stabilization corporation's 19,306 bales would be sold to the highest bidder at the corporation's office at New Orleans next Tuesday.

Will Defend Public From Farm Strike

Officialdom Moves In Face of Threat to Withhold Food From the Cities

Chicago, May 12.—(AP)—Officialdom moved today to prevent any farm strike inconvenience to the American public. At various points where tie-up of marketing of foodstuffs were threatened officials took action.

The threat, under sponsorship of the Farmers Holiday Association, is scheduled to start tomorrow. In Wisconsin the governor warned the sheriffs and district attorneys they would be held responsible for any disorders growing out of the situation. A strike by some dairy farmers in northern Illinois, which was opposed by members of the Pure Milk Association, was threatened for tomorrow and the health commissioner issued a warning that milk from any section where tie-ups are attempted would be barred from the metropolitan area. He contended in the past such strikes had jeopardized the purity of the milk supply.

Jersey Rimmers Linked To Kidnaping By Means

Washington, May 12.—(AP)—New Jersey rum rimmers were linked with the Lindbergh kidnaping today in the lurid tale that Gaston B. Means related in District of Columbia Supreme Court.

Continuing his story of the activities that led to his present trial with Norman T. Whitaker on charges of conspiracy to defraud Mrs. Evelyn Walsh McLean estranged wife of the former publisher of the Washington Post of \$35,000, the former convict said the man he knew as Irving Fenton told him Max Hassel and Max Greenberg were associated with Fen-

Germany Soon To Agree To World Tariff Truce On Minor Reservations

New Reserve Head



Eugene Black, governor of the Atlanta, Ga., Federal Reserve bank, is the man picked by President Roosevelt to succeed Eugene Meyer as governor of the Federal Reserve board. Black was slated for a place on the board and, when the president had difficulty in finding the right man to head it, he decided to name Black, at least temporarily, according to authoritative reports in Washington.

NEED QUICK MOVE TO RESCUE WORLD

Roosevelt and Schacht Agreed in Statement as Conferences End

Stable Conditions in Monetary Field Also Urgent; Money and Economics Are Equally Urgent, They Say

Washington, May 12.—(AP)—A joint statement issued today by President Roosevelt and Dr. Hjalmar Schacht, German representative, said both were convinced that the world economic condition could not be a success unless "along with economic disarmament there is military disarmament."

"We emphasize the necessity of a speedy elimination of the obstacles to international trade," the communication said, "and we feel that the creation of stable conditions in the monetary field is equally important. "Economy and monetary questions are so interdependent that the adjustment of both must necessarily go hand in hand."

WILLIAM H. JULIAN IS U. S. TREASURER

Washington, May 12.—(AP)—President Roosevelt today named William A. Julian, of Ohio, treasurer of the United States.

WILL ROGERS says:
Chelsea, Okla., May 12.—Oklahoma never looked prettier. Haven't seen a tractor working all day. The country has gone green, and got back to horses. Farmers all look worse, but they feel better. One of the very next things Mr. Roosevelt is going to do, so I was told in Washington on the best authority, is to appoint an oil " czar." No industry needs a warden worse. Spring has come! Rockefeller and Brisbane are drifting North from Florida. These two old men are a sure sign that the goose used to be. Yours, WILL.

Dr. Schacht Makes Announcement as He Enters Final Conversations In Washington

MISUNDERSTANDING IS MYSTERY TO HIM

Declares Exceptions Will Be Insignificant Compared to Those of Great Britain and France; Envoy Here Says Decision Is Coming Soon

London, May 12.—(AP)—The American proposal for an international tariff truce was unanimously adopted today at a meeting of the organizing committee of the world economic conference. The armistice was agreed upon after the representatives of the eight nations on the committee had been in session more than three hours.

Norman H. Davis, President Roosevelt's negotiator, came from the conference room in the foreign office, his face wreathed in smiles. "It is good news," he said. In the course of the negotiations, each country participating had an opportunity to express views supporting the broad principles of the armistice in making it effective immediately.

Washington, May 12.—(AP)—German readiness to agree to a world tariff truce "with minor reservations" was announced by Dr. Hjalmar Schacht, Hitler government representative, as he entered his final talks today with Secretary Hull at the State Department and President Roosevelt at the White House.

Schacht said it had been Germany's intention to do so all along and remarked he did not understand why so much confusion on the point had been created. He said Germany's reservations were minor compared to those of Great Britain and France.

He indicated that his country's agreement to a truce would soon be made known formally. He did not say what his country's reservations would be.

Chinese To Fight Back Jap Planes

Peking, China, May 12.—(AP)—Chinese authorities moved today swiftly today for the defense of Peiping after a second reconnaissance of the city by a Japanese war plane.

This plane, like that of yesterday, dropped handbills saying the Japanese are ready to extend their attack to Peiping and Tientsin unless the Chinese cease armed resistance. Chinese anti-aircraft guns fired ineffectively at the plane.

Industrial Tax Bill Is Made Ready

\$220,000,000 Annually Needed and Sales Tax for It May Be Imposed

Washington, May 12.—(AP)—A revised draft to the public construction industrial control bill was carried to the White House today by Senator Wagner, Democrat, New York for a final check with President Roosevelt and a last minute determination of the taxation program.

Speaker Rainey predicted to newspaper men that the \$3,300,000 measure would be ready for congressional presentation next week. Wagner held a brief conference with Donald Richberg, representative of organized labor just before turning to the White House with the latest draft of the revolutionary plan for controlling and speeding up industry. He said the form of taxation to finance the proposed construction program would

Farm Aid-Inflation Measure Becomes Law With Signature Attached By The President

MOB STORMS LINDBERGH AT TRIAL



Colonel Lindbergh



Gaston Means

Hundreds of hero worshippers enjoyed a red letter day in Washington as Col. Charles A. Lindbergh, left, arrived at the District of Columbia supreme court to testify for the government in the trial of Gaston B. Means and Norman Whitaker on a charge of defrauding Mrs. Evelyn Walsh McLean, society matron and news-

paper publisher, of \$35,000 on the pretext that they could turn over the Lindbergh baby to her. For the first time Colonel Lindbergh told the story of the kidnaping and murder in public. Means, already serving a 15-year term for defrauding Mrs. McLean of \$104,000 in the Lindbergh case, is shown, right, smiling.

SENATE NEAR VOTE ON NEW TAX BILL WITH POSTAL CUT

Muscle Shoals Tennessee Valley Bill To Be Agreed on by Conferees by Evening

CONCLUDE HEARING ON RAILROAD BILL

To Begin Hearing Amendments Next Tuesday; Framers of Resolution To Probe Movies Told He Only Wants Free Trip to Hollywood Studios

Washington, May 12.—(AP)—The farm bill became law today with President Roosevelt's signature of the document, empowering him and his aides to inflate the currency and lift farm prices and ease mortgage troubles of the farmers.

Meanwhile, the House, by a one-sided vote, passed and sent to the Senate the independent offices appropriation bill, cut in half to around half a billion since last year, and carrying extensive new economy powers for the President, including authority to cut or cancel train, air and mail contracts.

The Senate, delayed by debate on tariffs and other issues was approaching a final vote on the tax bill, which continues the present one-cent gasoline level, reduces postage and shifts from home customers the burden of

Bombs Are Found In Home Of U. S. Consul In Mukden

Mukden, Manchuria, May 12.—(AP)—Bombs were discovered today in the residence of the American Consul General, Myrl S. Myers, and in the British consulate general. They were removed without exploding. Japanese police were investigating the incident.

Mr. Myers had been active in gathering facts for the United

States government concerning the Japanese military occupation of Manchuria and Japan's sponsorship of the Manchukuo government in the territory seized from China. Lately reports said he had been engaged in negotiations seeking the release of Dr. Neils Nielsen, American missionary kidnaped several weeks ago by Chinese brigands.

State Prison Has Population 2,840

Raleigh, May 12.—(AP)—North Carolina State Prison gained 18 inmates in April, and on May 1 had a population of in its various units of 2,840 persons. The largest number of inmates the prison has ever had is 2,912.

The prison received 112 new convicts, had 15 escapes recaptured and got 13 other prisoners for a total of 140 April admissions. During the month of 73 persons completed terms, 13 were paroled, one pardoned, 21 escaped, four died and five were given temporary paroles, a total of 122.

On May 1 there were 1,299 white men, 1,443 Negro men, 31 white women and 67 Negro women in the prison.

OHIOAN MAY HEAD TENNESSEE WORK

Arthur Morgan Believed Roosevelt's Choice for Valley Project

Washington, May 12.—(AP)—The belief was growing in Washington today that Arthur E. Morgan, of Yellow Springs, Ohio, is President Roosevelt's choice for director of the vast \$18,000,000 Tennessee alley conservation program.

Morgan is a pioneer in educational thought, as well as civil engineering developments.

Since 1902, when with but a high school education he began engineering work at St. Cloud, Minn., he has planned and supervised construction of 75 water control projects, including the Miami conservancy project at Dayton, Ohio, and the Ambition St. Francis Valley reclamation workings in Arkansas.

Mortgage Delay Is Requested

Washington, May 12 (AP)—President Roosevelt today urged farm mortgage creditors to abstain from foreclosures pending operation of the newly signed farm re-financing mortgage bill.

In signing an agriculture debt relief measure into law, the President in a formal statement, said: "I urge upon mortgage creditors until full opportunity has been given to make effective the provisions of the mortgage re-financing methods of the farm relief act, that they abstain from bringing foreclosure proceedings and making any effort to dispossess farmers who are in debt to them."

Sales Tax Fight Goes On, Despite Passage Of Law

Assembly are firm in the conviction that this is a trap by which the merchants hope to ensnare the assembly so that they can have the sale tax declared invalid in the courts.

According to Willard L. Dowell, the head man of the North Carolina Merchants Association, the legislature is already afraid that it has enacted a revenue bill that will not stand up in the courts. In Dowell's words, the "legislature is scared to death." Dowell said here yesterday

SENATE TO ACCEPT 9TH MONTH PERMIT

But Some of Amendments School Law Will Be Contested There

Daily Dispatch Bureau, In the Sir Walter Hotel, BY J. C. HASKERVILL. Raleigh, May 12.—While the Senate is expected to agree to the amendment added to the school machinery bill in the House to permit counties and the larger special charter districts, or cities to levy supplemental taxes for a nine months school term, as well for supplementing the eight months term, it is not expected that its conference committee will agree to anything like all of the House amendments. It was because of the

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