

LUKE LEAS LOSE THEIR EXTRAORDINARY FIGHT

Government To Collect Liquor Taxes And Divide With States

DOUBLE LEVIES ON SALE OF BEVERAGE WILL BE AVOIDED

Proposal Will Be Made To Congress That 20 Percent Be Returned to the States

OTHER COMMODITIES MIGHT BE EMBRACED

President Plans To Call Conference of Governors to Consider Extending New System Into Other Fields; Political Sub-Divisions To Share Revenue

Washington, Dec. 9.—(AP)—The administration has opened the way for Congress to establish a national taxation system by which the Federal government would collect all revenues and divide them between the nation's treasury, states and political subdivisions.

The inter-departmental committee set up by President Roosevelt to study alcoholic beverage taxation has suggested to Congress that 20 percent of the total Federal receipts on liquor be returned to the states to prevent double levies.

This line, officials and members of Congress claim, with the President's plan to call a conference of governors for the purpose of eliminating not only double taxation of liquor but that of other commodities and articles.

The idea is not exactly original with this administration. Its principle was first invoked in estate taxes collected by the Federal government, a large portion of which is returned to the states in which the collections are made.

With the growth of duplicating taxes by the Federal, State, county and municipal governments, the question is being given serious consideration in both administration and congressional quarters.

Sixteen Are Dead From Sugar Mills Blast In Mexico

Linares, Mexico, Dec. 9.—(AP)—Sixteen persons were dead today from an explosion which demolished a sugar mill owned by Jose Maria Bonilla, former army general. The cause of the blast, which also wrecked several nearby buildings, has not been determined.

Two, Maybe 5, Killed In Big Wreck

Chillicothe, Ohio, Dec. 9 (AP)—Two men were killed and four others injured, two probably fatally, late last night when "The Sportsman", crack flier on the Chesapeake and Ohio railroad, was derailed one mile north east of here.

HERE'S A TOAST—WITH WATER—TO PROHIBITION



Ralston Dr. Heise Mrs. Black Rev. Robinson Rev. Martin

Adopting a good, old-fashioned custom, but refraining from adopting liquor, delegates to the convention of the National Reform association in Pittsburgh, are pictured as they drink a toast

—with water—not to repeal, but to prohibition, one of the aims of the association. Left to right, Cameron Ralston, prohibition lecturer; Dr. Herman E. Heise, Uniontown, Pa., pathologist; Mrs. Ella B. Black, president of the Western Pennsylvania W. C. T. U.; the Rev. A. R. Robinson, of Pittsburgh, and the Rev. R. H. Martin, president of the National Reform association.

State Of Alarm Ordered Throughout Spain After 20 Killed In Disorders

Madrid, Spain, Dec. 9.—(AP)—Premier Sigo Martinez Barrios declared a "state of alarm" throughout Spain today following the death of at least 20 persons and the wounding of hundreds in extremist revolutionary disorders in the northeast.

"A state of alarm" is the next thing to martial law, and supersedes the "state of prevention" declared Sunday which placed assault guards and other national police forces on the alert in preparation for the convening of parliament yesterday.

The disorders were believed instituted by disgruntled adherents of the leftist group as the result of the parliamentary election landslide last month toward the conservative element in Spanish politics. Apparently

the actual convening of parliament was the signal for the outbreak of rioting.

Broad daylight brought comparative tranquility following a night of terrorism in the northeast. Authorities immediately moved to check casualties, the extent of which was not definitely learned.

The survey of how far the disorders had spread was slow and difficult because terrorists had destroyed most of the telephone lines in the areas where they operated. The Central Telephone Exchange reported that approximately 150 of its circuits were put out of commission by vandals. Even the international service was interrupted by the severance of main trunk lines in several places.

No Doubt That Chapel Hill Official Is Speaking at Raleigh Also

Daily Dispatch News in the Sir Walter Hotel, by J. C. BASKERVILLE, Raleigh, Dec. 9.—President Frank P. Graham, of the Greater University of North Carolina, is hence also president of the State College of Agriculture and Engineering here—and there is no longer any doubt about the fact that he has been running State College as well as the unit at Chapel Hill, since President E. C. Brooks of State College has been ill in Washington for the past several weeks. It is also evident here that the majority of the faculty and students at State College not only know that Graham is president, but that like it. There are some, of course, who have been opposed to the consolidation of State College under the same head as the Chapel Hill unit of the University and who have been trying to prevent its consummation, who are still not in sympathy with what President Graham is trying to do, and who resent the active part he is now taking in the administration of State College affairs. But this group is limited to not more than half a dozen of the more reactionary members of the faculty and a small group of alumni.

President Graham has taken over the management of State College so unobtrusively, so gradually and so quietly that few here really know what is being done, with the exception of the faculty and students. But they know what is going on and are becoming increasingly enthusiastic. Already a different spirit and attitude is becoming evident on the campus. For President Graham has completely dispelled all fears of any dismemberment or transfer of State

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LINDBERGH'S FLY TO INTERIOR OF BRAZIL

Trip to Manaus, 800 Miles Inland Up Amazon River Due Tomorrow

LEAVE THERE MONDAY Will Start Toward Home, and If By Nearest Route to Coast, Will Be 600 Miles Over Great Brazilian Jungle

Para, Brazil, Dec. 9.—(AP)—Colonel Charles A. Lindbergh decidedly definitely today to fly into the interior of Brazil tomorrow.

The flying colonel set his goal as Manaus, more than 800 miles inland, up the Amazon river.

He plans to leave that point Monday to return to the United States by way of Trinidad, Porto Rico and Miami.

It was not indicated whether he would fly overland from Manaus on his homeward journey, or return to the seacoast by way of the Amazon. The shortest overland flight to the coast would require him to pilot the big seaplane, in which he and his wife recently made their trans-Atlantic flight, over more than 650 miles of jungle.

To Observe 30th Year Air Flight

Washington, Dec. 9.—(AP)—As part of the national celebration December 17 of the 30th anniversary of the first air flight of the Wright brothers at Kitty Hawk, N. C., the National Aero nautical Association, with the cooperation of the Washington Air Mail Society, is sponsoring a special commemorating cachet.

The association said today persons wishing air mail bearing this decorative seal should send self-addressed air mail stamped envelopes to the association office here. Through a special arrangement with the Post Office Department, these will be cancelled December 17 at College Park, Md., the site of the Wrights' first flying school.

Washington, Dec. 9.—(AP)—Representative Kerr, Democrat, North Carolina, thinks the administration's direct aid to agriculture, such as marketing agreements, is responsible for better commodity prices and not the monetary policy.

He pointed out in discussing the matter that only those commodities

DARK FIRE-CURED TOBACCO PROGRAM BEING DRAWN UP

Government Would Operate Much Same Program As In North Carolina Now

GROWERS TO AGREE TO REDUCE ACREAGE

Contract Expected To Be Ready Next Week, Following Tobacco Holiday Ordered in Virginia by Governor as Result of Prevailing Low Prices There

Washington, Dec. 9.—(AP)—Farm Administration announced today it is working out a 1934 production program for dark fire-cured tobacco, with the expectation that prospects of a curtailed crop next year will improve this season's prices.

Action on the program is being speeded because of the situation in Virginia, where Governor Pollard has ordered a marketing holiday on dark fire-cured markets because of low prices. Details of the program will be announced between now and next week.

The 1934 control program is expected to be similar to the one mapped out for flue-cured tobacco. Under this method fire-cured growers would be paid rental for the acreage they take out of production and direct benefit of this does not bring prices to a sufficiently high level.

The program will be financed by the 2.9 cents a pound processing tax on fire-cured tobacco domestically manufactured.

CHAS. L. ABERNETHY IS MUCH IMPROVED

Washington, Dec. 9.—(AP)—Representative Abernethy, Democrat, of North Carolina, who has been ill for several weeks, has sufficiently recovered to make visits to his office. He will go to his home in New Bern, N. C., for Christmas.

Wholesale Liquor Code Is Accepted By the President

Washington, Dec. 9.—(AP)—Codes for the liquor wholesaling and the rectifying industries were signed today by President Roosevelt.

At the same time it was learned the distillers had put their signatures to a marketing agreement, and that the document had gone to Secretary Wallace for his signature.

The distillers' code was signed by the President a fortnight ago.

Augusta To Defy State Liquor Law

Augusta, Ga., Dec. 9.—(AP)—Whether liquor will flow under sanction of a city ordinance in defiance of Georgia's home dry laws will be decided December 15 at a hearing on a temporary court order restraining the issuance of licenses to prospective dealers.

Judge A. L. Franklin, in superior court yesterday, granted the temporary injunction and set the date for the hearing, at which he will decide whether to make the order permanent.

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TENNESSEANS PLAN TO CARRY FIGHT TO U. S. SUPREME COURT

Must Serve Terms



Luke Lea, Jr., above Luke Lea, Sr., below

Pending Action Perfecting Appeal, Bond for Father and Son Is \$20,000 Each

TENNESSEE COURT ACTS UNANIMOUSLY

Appeal Had Come Up On North Carolina's Effort To Get Two Men in Failure of Big Asheville Bank; Governor Ehringhaus Pleaded At Decision

Nashville, Tenn., Dec. 9.—(AP)—Colonel Luke Lea and Luke Lea, Jr., lost in the Tennessee Supreme Court today in their fight to prevent extradition to North Carolina, but immediately made plans for carrying their case to the United States Supreme Court. Pending that action, they were ordered released under bond of \$20,000 each.

All members of the State Supreme Court concurred in upholding the action of Criminal Court Judge John T. Cunningham at Clarksville, who had sustained North Carolina's demurrer to the Leas' petition for a writ of habeas corpus.

No statement by Lea.

Asked for a statement, Colonel Lea said:

"Any statement from us will come through counsel."

Attorney General Dennis G. Brummitt, of North Carolina, and Solicitor Zeb V. Nettles, who prosecuted the Leas at Asheville on charges of violating the North Carolina banking laws, both in the court room to hear the case decided.

Brummitt To Fight On

"Of course, I will continue my fight in this case until it is finally determined," Mr. Brummitt said.

Nettles told reporters that he and Brummitt planned to leave for North Carolina immediately after a conference with adversary counsel regarding certain details of the Leas' appeal to the United States Supreme Court.

All seats in the court room were filled, and the crowd lined up against the walls and in the doorways as the case was decided.

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Abuses In Jobs Will Be Halted

Raleigh, Dec. 9 (AP)—The State Civil Works Administration and the National Reemployment Service joined in issuing a formal statement expressing "adherence that any abuses of authority that occur in localities through misunderstanding or otherwise will be corrected."

Mrs. Thomas O'Berry, civil works head, and Capus Waynick, director of reemployment, joined in the statement in answer to complaints lodged yesterday by Captain Tom C. Daniels, State commander of the American Legion.

Captain Daniels laid allegations of improper placements (discrimination) and political influence before Mr. Waynick.

The statements sets for the task of placing 73,000 persons in jobs by December 15 was "tremendous," and that it was realized there would be adverse criticism. The difficulty of preventing some abuses was also noted. It was stated that Captain Daniels' complaint is "receiving prompt attention."

SECRETARY PERKINS AT ATLANTA MEETING

Washington, Dec. 9.—(AP)—Secretary Perkins said today in a statement she would take part in discussion of industrial conditions in five southwestern states at a conference in Atlanta, Ga., December 13.

Pickford Is Now Seeking Her Divorce

Hollywood, Dec. 9.—(AP)—Love that came to them in the daytime of their film careers, and blossomed into marriage that for years was regarded as Hollywood's perfect romance, had found its end today for Mary Pickford and Douglas Fairbanks in a brief but revealing divorce complaint.

In cold and concise legal phraseology Miss Pickford, known to millions of theatre-goers, as "America's sweetheart," wrote an unhappy finale yesterday to what had been considered as filmdom's most beautiful love affair.

Filmland's "Perfect" Romance Ends As Mary Sues Douglas Fairbanks

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WEATHER FOR NORTH CAROLINA. Partly cloudy and colder tonight; Sunday fair, slowly rising rising temperature in west portion.

15 days till Christmas

SHOP EARLY!