

## MAY CUT PHONES TONIGHT

### More Patronage And Restoration Of Pay Cuts Demanded In Congress

#### UNDER CURRENTS BURST OUT FROM HOT ARGUMENTS

Committee of Senators Wants Third of Pay Cuts Restored Tomorrow, More In July

#### PATRONAGE BOTHERS MEMBERS OF HOUSE

Sales Tax Proposal Is Again Killed In House Ways and Means Committee, Meaning Probably That It Is Definitely Dead for the Current Session

Washington, Jan. 31.—(AP)—Two contracting under-currents in Congress burst to the surface today in a manner that forebodes a necessity for administration reconsideration of returning more than a third of the Federal pay checks and of how to placate patronage demands.

A committee of senators favored restoring five percent of the pay cut, effective tomorrow, and another third in July. President Roosevelt advocated that only the one-third be put back in July. More legislative tinkering is due before any decision.

The meaty matter of patronage was bothering House Democrats who, like all other representatives, face a full election. The Texan, Blanton, reiterated alleged Republican domination of the farm, public works and relief administrations, rousing his partisans to applause in the chamber.

All of which proved nothing immediately, but was taken to indicate more rapprochement conferences between the patronage arbiter, James A. Farley and the legislators.

Advocates of a sales tax to buttress the Treasury were rebuffed by

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#### Greece To Expel Samuel Insull At Midnight Tonight

Washington, Jan. 31.—(AP)—The State Department was advised today by the American Legation in Athens that the Greek government would expel Samuel Insull, former Chicago utilities magnate, at midnight tonight, when his police permit expires.

The department cablegram was sent from Athens by Lincoln McVeigh, American minister, at 3 p. m. today, Athens time. It said the foreign office had officially informed the Legation that the permit would not be extended after midnight.

William Phillips, under secretary of state, refused to comment on what action the United States would take when Insull left Greece.

#### 3 Russians Lose Lives In Balloon

Crew Killed In Landing After Piercing Stratosphere to New Heights

Moscow, Jan. 31.—(AP)—All three members of the crew of the Soviet stratosphere balloon "Osoaviakhim" were killed between 3:30 p. m. and 5 p. m. yesterday several kilometers southeast of Moscow near the village of Potigoyostrog.

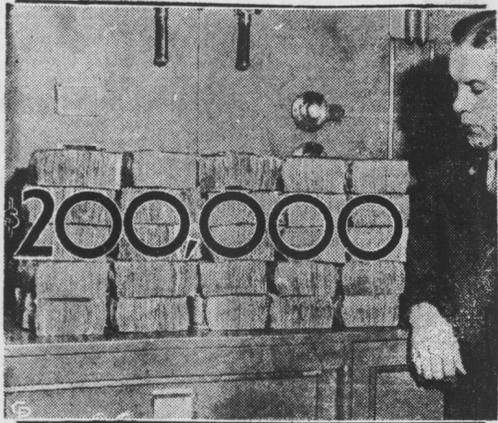
The disaster was announced officially today by the Soviet civil aviation authorities after 24 hours of unconfirmed reports and rumors while a search went on for the fliers, who yesterday reported they had reached an altitude of 67,585 feet.

The official announcement said the crew was killed while attempting to land the great balloon.

The balloon bag broke away from the gondola as it hit the ground in a hard landing. The force of the con-

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#### HERE'S RANSOM FOR BREMER



A king's ransom, \$200,000 in \$5 and \$10 bills, has been asked for the release of Edward G. Bremer, kidnaped St. Paul banker and brewer. This photo, snapped in a St. Paul bank where the money is being held in a vault awaiting payment to the kidnapers, gives an optical estimate of that much money. There are 25,000 separate bills in the pile—10,000 \$5 bills and 15,000 \$10 bills.

### 6,000 Roosevelt Balls May Net \$2,000,000 For Warm Springs Hospital

#### Americans Dance Well Into Dawn to Honor President's Birthday; Rich and Poor, High and Low Mingle in Great Democracy of Great and Worthy Cause

(By the Associated Press.) America danced into the dawn today to give its President "the happiest birthday I have ever known."

After the ball was over—the 6,000 or more balls that were held in every state and territory of the Union—a fund that may reach \$2,000,000 was held forth to the President for the benefit of sufferers from infantile paralysis.

Figures that are official will not be available for several days, for the committee in New York which directed the amazing party honoring the anniversary of Franklin Delano Roosevelt's birth, asked the thousands

of local committees not to spend money in telegraphing dollar and attendance statistics to it.

A canvass by the Associated Press showed today, however, celebrants numbered more than a million and that receipts will perhaps exceed one million dollars.

Democracy keyed the night. Swells in tail coats and lumberjacks in flannel shirts, lovely ladies with jewels about their necks and Indian squaws who wear babies on their backs—white man, Negro, Eskimo—all creeds, all colors, all classes—danced at this birthday party, which had 48 states and Alaska for its floor.

#### MRS. O'BERRY WILL NOT RESIGN OFFICE

#### Disgruntled Politicians Believed Behind Rumors Spreading About

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

Raleigh, Jan. 30.—Mrs. Thomas O'Berry, State Civil works administrator, has not resigned, has not even thought about resigning, has not been asked to resign and has no intention of resigning, she said today, despite the rumors that have been current for the last two days to the effect that she either had resigned, had been asked to resign or

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#### New Coast Ships Cost 11 Million

Washington, Jan. 31.—(AP)—The Coast Guard today awarded to the Navy contracts totalling \$11,625,000 for the construction of seven new cutters.

The cutters, each a modified type of gunboat, will have 2,000 tons displacement and be 324 feet in length. Two will be built at the New York navy yard, four at the Philadelphia yard, and one at Charleston, S. C.

Funds were furnished by the Public Works Administration, the original plans calling for construction of nine vessels, but when bids were received by the coast guard the aggregate exceeded the money available, and seven will be built instead.

#### ITALY COMES OUT FOR RE-ARMAMENT GERMANY AT ONCE

#### Only Practical Solution Of Armaments Issued, Official Statement at Rome Says

#### STATUS QUO LEFT TO OTHER POWERS

#### Would Abolish Chemical Warfare, Prevent Bombardment of Civil Populations, Limit Present Level of Military Units Not Bound by Treaties

Rome, Italy, Jan. 31.—(AP)—Italy came out in favor of the re-armament of Germany as the only practical solution of the armaments issue, in an official statement issued today.

This would be based on status quo for other powers on the principal aspects of their armaments.

The following limitations, however would be applied:

Abolition of chemical warfare.

Prohibition of bombardment of civil populations.

Limitations at present levels of military units not bound by treaties in force.

Limitation to its present size of territorial equipment of these powers.

"Public opinion of the world is convinced that the capital and practical question is no longer to impede German re-armament," the memorandum said, "but to avoid that, this should be effected outside the sphere of regulation and control."

#### Satterfield Case To Reach the Jury At Noon Thursday

Goldsboro, Jan. 31.—(AP)—Evidence in the trial of Rufus Satterfield for murder of Herbert Grice, iron worker, slain from ambush last October 22 was closed at 11 o'clock this morning and arguments to the jury begun.

When both sides had rested after rebuttal testimony, attorneys for the defendant, middle-aged married man, whose alleged affair with Mrs. Grice was the motive, the State contends, for the slaying, made a motion for non-suit. Judge R. Hunt Parker denied the motion and argument began.

Court attaches estimated the case would not go to the jury before noon tomorrow. There were six attorneys to be heard, as well as Judge Parker's charge.

#### WEATHER FOR NORTH CAROLINA.

Increasing cloudiness and warmer; probably rain or snow in southwest portion late tonight; Thursday rain and warmer.

#### FOR HENDERSON.

For 24-hour period ending at noon today: Highest temperature, 33; lowest, 5; northwestwind; clear; no rain.

### Hitler Makes Self Absolute Monarch

Berlin, Jan. 31.—(AP)—Abolition of state rights and the quiet jettisoning of the republican constitution became the new order of things in Germany today without a dissenting voice from the nation's law-making bodies.

Both the Reichstag and the Reichstag whipped Chancellor Adolf Hitler's monumental reform bill through with no more outward manifestation than minor votes of confidence would have required. There was no debate; the vote was unanimous.

Action followed close upon Hitler's fiery address marking the first anniversary of Nazi power, in which he stripped German states of their rights slammed the doors in the face of former Kaiser Wilhelm II, and sharply took Austria to task for suggesting that Germany was plotting against her independence.

MEDDLING IN AFFAIRS OF AUSTRIA IS VIENNA VIEW Vienna, Jan. 31.—(AP)—The Vienna

#### French Premier



Edouard Daladier

After three other statesmen had declined the post, Edouard Daladier, Minister of War in the Chautemps Cabinet and a former Premier, accepts the task of forming a new French cabinet to replace that of Premier Chautemps which resigned under fire in connection with the Stavisky scandal.

(Central Press)

#### CONSOLIDATION OF STATE UNIVERSITY MOVING SPEEDILY

#### President Frank Graham Reports To Trustees in Annual Meeting at Raleigh Meeting

#### MOVEMENT UNIQUE EDUCATIONAL BOON

#### Outlines Changes Already Put into Effect and Indicates Steps Planned for Future; Friction and Clashes Eliminated in Changes Made

Raleigh, Jan. 31.—Through the cooperation and participation of trustees, alumni, faculty, students and other interested citizens, consolidation of the Greater University of North Carolina is proceeding steadily and orderly and without the friction and clashes that have frequently characterized such movements in other institutions when such steps were taken hastily, President Frank Porter Graham of the University of North Carolina reported to the board of trustees assembled here today for their annual winter meeting.

Presenting his annual report, Dr. Graham gave for the first time a complete, comprehensive analysis of the progress of consolidation since the act creating the Greater University was passed by the 1931 Legislature.

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### DEADLOCK UNBROKEN WITH COMPANY AND CITY HOLDING FIRM

#### Saved by Court



Four-year-old Raymond Velie, above, is reported recovering in a hospital at Eau Claire, Wis., from an operation for a shin bone infection, which was performed on a court order after the boy's parents, Mr. and Mrs. Lewis Velie, shown below with two of their six other children, refused to permit the operation. The parents attempted to prevent the operation because they believed "the healing power of God's word" would effect a cure.

#### Meeting of Council With Phone Attorneys This Afternoon Makes No Headway at All

#### WARNING GIVEN TO COMPANY BY CITY

#### Told If Service Is Discontinued, Will Be At Its Own Risk and Peril, and City Disclaims All Responsibility Whatsoever; Proposal By Company

Unless there is some yielding on one side or the other within a few hours—and late this afternoon there was no sign of any—Henderson probably will be without telephone service after midnight tonight as a result of the impasse between the City Council and the Carolina Telephone and Telegraph Company over terms for the renewal of the telephone franchise.

A meeting of the City Council, with all members present, was held this afternoon at 2 o'clock, lasting for almost an hour, at which time B. H. Perry, of local counsel for the company, submitted in writing a proposal by the company for at least temporary continuation of service, but the offer was received and filed.

Mr. Perry proposed that, if the Council would repeal its ordinance placing a penalty of \$50 per day upon the company for failure to remove its poles and wires from the streets of Henderson the company would continue service until an agreement were reached or until the city could find some one to buy the present properties of the Carolina company and begin operation or until a new exchange could be built by some one else in the city.

The statement declared that such a compromise "would not in any affect adversely the interest of the city nor of the Carolina Telephone and Telegraph Company. It was stated that the company could not agree to the city's terms for renewal of the franchise "on account of its far-reaching effect on our operations elsewhere."

J. P. Zollicoffer, a city attorney, stated to Mr. Perry "that the City of Henderson realizes the seriousness of the situation growing out of the dispute over the franchise, and declared "the doors of the City of Henderson have not been closed to the Carolina Telephone and Telegraph Company, and that the City of Henderson is willing to grant the telephone company a franchise, upon conditions to be named by the city, which conditions, in the opinion of

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#### HEARINGS FEB'Y 16 ON NEW BANK CODE

#### Service Charges To Be Agreed Upon Then Or Soon After That Time

#### FIRST CODE REFUSED

#### General Johnson Declined To Allow Banks To Put It Into Effect Because of High Scale of Charges Made

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

Raleigh, Jan. 31.—Just what service charges will be put into effect by the banks in North Carolina to help defray the cost of handling accounts and of the government deposit insurance, will not be definitely known until after the public hearing before General Hugh S. Johnson, NRA administrator, in Washington on February 16. Commissioner of Banks Gurney P. Hood said today. Several weeks ago General Johnson refused to approve the national banking code be-

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#### MRS. J. L. HORNE, SR., ROCKY MOUNT, DIES

Rocky Mount, Jan. 31.—(AP)—Mrs. J. L. Horne, Sr., died at her home here today after a long illness. She was 81 years of age.

Prior to her marriage Mrs. Horne was Miss Lula C. Parker of Wilson, daughter of the late Mr. and Mrs. Caleb Parker, of that city.

Mrs. Horne is survived by her husband, J. L. Horne, Sr., one daughter, and two sons, including J. L. Horne, Jr., publisher of the Evening Telegram of this city.

Interment will take place in the family plot in Pineview cemetery here. The hour and day for the services have not been announced.

### Japs Plan Huge Navy

#### Auxiliary Vessels Will Outrank United States in 1936, Tokyo Asserts

Tokyo, Jan. 31.—(AP)—The minister of the navy told the House of Representatives today that new auxiliary vessels of the Japanese navy would outrank those of the United States at the end of 1936.

In the House of Peers, Kenkichi Yoshizawa, former foreign minister, said that if the Japanese and American navies were to dictate the program with which their respective governments enter the naval conference scheduled for 1935, a rupture would be inevitable, leading, if the pessimist view is accepted, to intensified naval competition—even if war is averted.

"In view of these dangers," he said, "perhaps it would be better to abandon the conference altogether, unless preliminary negotiations should show the possibilities of an agreement."