

Government Budget More Than Evened Up, Excluding Huge Relief Expenditures

INCLUDING RELIEF, HOWEVER, DEFICIT IS 2 1-2 BILLIONS

Expenditures Are \$4,848,004,000 for First Nine Months of The Fiscal Year

ROUTINE EXPENSES UNDER 2 MILLIONS

And Revenue Is \$2,305,704,000; Emergency Outlays Are \$2,860,965,000, But Spending Won't Reach Estimates; Public Debt Now \$26,157,509,000.

Washington, April 3.—(AP)—The government closed nine months of the fiscal year today with expenditures of \$4,848,004,000, and a deficit of \$2,542,299,000.

As this was made known, the Treasury was planning for one billion dollars of April financing and noting what it considered tangible evidences of business improvement.

Routine operating expenses at the close of March totaled 1,987,939,000, compared with revenue of \$2,305,704,000.

Emergency outlays of 2,860,965,000 exceeded the amount of the deficit. Only three months of the fiscal year remained, and Treasury officials conceded that emergency spending would not reach the seven billion dollar figure previously estimated for June 30.

The public debt at the close of March was \$26,157,509,000, as compared with \$21,352,464,000 a year ago.

The rate of spending again dropped off in March to the lowest figure since November. Total March outlays were \$610,237,937, as compared with \$635,321,855 in February, and \$980,579,087 in the peak month of January.

The emergency portion of March spending was \$447,323,000.

ENGINEERS TO MEET AT STATE COLLEGE

College Station, Raleigh, April 3.—The spring convention of the North Carolina Section of the American Institute of Electrical Engineers will be held this year at N. C. State College, April 12, it was announced today.

The convention will be held in celebration of the fiftieth anniversary of the organization. Afternoon and evening sessions will be held and the programs for both have been prepared.

Roosevelt Decides On Longer Trip

Assured He Is Not Urgently Needed in Capital, President To Remain Away

Miami, Fla., April 3.—(AP)—President Roosevelt sailed into new southern waters today determined to continue his happy vacation cruise over the week-end.

His ship was pointed south late yesterday after a consultation with congressional leaders had assured him there was no need for his return to the capital this week.

With the words, "All well and happy" the yacht Nourmahal proceeded to the base today in the vicinity of Elbow Key light, Cay Sal Banks.

The President's two elder sons, James and Elliott, were en route to his fishing grounds from here by naval plane. They expected to return tonight.

In extending his fishing cruise, the President set the record for recent years in absence from the capital during a session of Congress, but his close contacts by radio with Capitol Hill gave him the needed assurances to go on for a few more days.

The trip originally was scheduled to have ended on Friday.

Hats in Ring in Pennsylvania



Some of the candidates for governor and senator who are making the welkin ring in Pennsylvania as primaries near and Democrats seek to make more gains. George H. Earle, recent minister to Austria and C. D. Copeland are Democratic candidates for governor, and Roland S. Morris, former ambassador to Japan, is Democratic candidate for senator in opposition to David A. Reed, Rep., whose seat is also sought by Gifford Pinchot and Maurice H. Bloom, Republicans. Wm. Schnader and Charles Margiotti are Rep. candidates for governor. (Central Press)

Prison Camp Here Most Progressive In State

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

Raleigh, April 3.—The most wide-awake and up-and-coming prison camp in the State is the one in Vance county, near Henderson, according to Assistant Warden L. G. Whitley, in charge of discipline in all the State's 87 different prison units scattered over the State. The prisoners in the Vance county camp have organized a night school, with some of the better educated prisoners volunteering as teachers, and have asked permission to carry on this school, Whitley said.

"This is the first camp in which the prisoners have voluntarily taken the initiative to organize a night school and we consider it a most commendable indication of a healthful state of mind among the prisoners," Whitley said. "I at once instructed the camp superintendent to permit the prisoners to hold the night school and to organize and hold whatever classes they wanted to."

While he did not remember the names of the prisoners who were most active in organizing the night school, Whitley said that some of those who helped get the movement started were among the more intelligent and better educated bootleggers or "retail liquor dealers" who have been convicted and are now serving sentences. Whitley says that at 73 per cent of the State's short term prisoners and a large percentage of the longer term prisoners are incarcerated either directly or indirectly as the result of violation of the State's prohibition laws.

OLD FORT MACON TO BE RESTORED

National Park Service To Assist In Creating Recreational Area

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

Raleigh, April 3.—Historic old Fort Macon, which for centuries has been the site of fortifications guarding the territory near Beaufort and Morehead City against attacks from the sea, will be developed into what gives promise of being one of the greatest recreational attractions in North Carolina, under plans being worked out by the Department of Conservation and Development and the National Park Service.

A Civilian Conservation Corps camp has been allotted for the project and it is expected to be established by the middle of April with possibly an advanced detachment sent to the site within a few days, according to information just received by State Forester J. S. Holmes.

Although official notification has not been received to this effect, it is believed that the camp now stationed at Stantonsburg will be moved to Fort Macon.

The fort property, consisting of some 412 acres, was granted to the State of North Carolina in 1924 by act of Congress, and has been administered by the Department of Conservation and Development as a State Park since that time.

Plans for improvement include the restoration of the massive old fort, the completion of a motor road from the beach terminus of the cause-way across Bogue Sound from Morehead City, and control of drifting sands as the first step in reforestation of that portion of "the banks." The road.

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MAXWELL DEFENDS NEW CONSTITUTION

Speech At Chapel Hill Looked Upon As Reply To Reactionaries

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

Raleigh, April 3.—The many advantages which the proposed new State Constitution as worked out by the 1933 General Assembly and the State Constitutional Commission, which will be submitted to a vote of the people for adoption or rejection in the November election this fall, were pointed out by Commissioner of Revenue A. J. Maxwell, in a talk before the University of North Carolina Law School in Chapel Hill last night. Mr. Maxwell was a member of the Commission which drew up the original draft of the new constitution which was submitted to the 1933 General Assembly and which was not changed materially by that body.

For some weeks now there has been an increasing interest in the new constitution and the opponents of its adoption, regarded as belonging to the reactionary and ultra-conservative wing of the Democratic party, under the leadership of Attorney General Dennis G. Brummitt and former Lieutenant Governor R. T. Fountain, have been carrying on a more and more intensive campaign against it. While Mr. Maxwell did not refer to any one by name nor to the campaign against the new document, his address is regarded as a reply to some of the changes that have been made concerning it.

"It is true that the proposed constitution does not rely upon arbitrary constitutional provisions to fix tax rates. This method of tax protection has been found in our own experience to be wholly unreliable and unworkable," Mr. Maxwell said.

Mexicans Feared Miss Duke Pauper

Mexico, D. E., April 3 (AP)—The American colony was still chuckling today over the case of Miss Doris Duke, heiress to the Duke millions.

She arrived here last night on a visit, and, as provided by law, was gravely questioned by immigration officials as to whether she had sufficient money so that there was no danger she might be come a charge on the hands of the republic of Mexico.

G. O. P. COMMITTEE MAY BE CUT HALF OF PRESENT SIZE

Motion Affecting Executive Committee To Be Made At Convention Tomorrow

LOCAL PATRONAGE MAY BECOME LOCAL

County Committees May Be Entrusted With Passing Out Jobs; Lively Fight Over Chairmanship Looked for at Charlotte Meeting Tomorrow

Charlotte, April 3.—(AP)—Warren V. Hall, of Charlotte, announced just prior to a meeting of the State organization committee of the Republican party here today, that he would move in the meeting for reduction of the State executive committee to approximately half of its present size.

The committee was also understood to number among its members several proponents of plans for returning local patronage matters into the hands of county committees, with the State committee merely acting as a rubber stamp of approval.

The organization committee's session was executive, as will be tonight's session of the platform committee. The State convention of the party will be held tomorrow, with a lively fight promised over selection of a chairman.

BROKER GUILTY OF WOMAN'S SLAYING

Arthur Morse, Wall Street Operator, Pleads Guilty In New York

New York, April 3.—(AP)—Arthur W. Morse, Wall Street broker, today pleaded guilty to manslaughter in the first degree in connection with the death of Mrs. Edna Field Leavett, of Brookline, Mass.

Judge Charles C. Knott, Jr., in general sessions court, remanded Morse to Tombs prison for sentence April 17.

Mrs. Leavette was found beaten and unconscious in Morse's apartment in Greenwich Village March 13, last, and died a short time later. An autopsy showed death was due to cerebral compression.

Morse was held on a charge of homicide, and later a grand jury indicted him on a charge of murder in the first degree.

"First we tried a constitutional limitation of the composite rate of tax for State and counties of 66 2-3 cents. This became so unworkable that it was thrown out by amendment in 1919 and a limitation of 15 cents for county levies for general expenses substituted for it leaving no limitation for schools, roads and debt service. "To illustrate the worthless character of this limitation, levies were made for general expenses last year in 93 of the 100 counties that exceeded 15 cents. These levies varied from seven and ninetenths cents in the lowest to seventy-five cents in the highest county. The limitation loses its value as a constitutional mandate when it gives the unlimited right to exceed it upon authorization of the General Assembly."

The wide variety of rates which different counties find it necessary to levy shows the utter impracticability of trying to fix in the constitution of the States a uniform limitation on tax rates for all counties, Mr. Maxwell said. The proposed constitution abandons this theory of tax limitation and places the responsibility on the

(Continued on Page Four.) WEATHER FOR NORTH CAROLINA. Fair tonight and Wednesday; not much change in temperature. 15032.

Stock Control Bill Starts Its Way Through Congress And Weathers First Attack

Congress Mourns Edward W. Pou



Official Washington mourns the death of Representative Edward W. Pou, of North Carolina, dean of the House. Photo shows general view of the funeral on the House floor, at a joint session of the House, Senate and U. S. Supreme Court, as the body rests in State. Vice President John N. Garner and Speaker Henry T. Rainey, are shown presiding jointly, as House Chaplain James S. Montgomery offers prayer.

Congressman Pou Buried At Old Smithfield Home

Great Concourse of His Colleagues from Washington and Prominent North Carolina Citizens Gather In Final Tribute To Noted Statesman

Smithfield, April 3.—(AP)—The body of Edward William Pou, veteran congressman from the fourth North Carolina district, and dean of the House was brought home today for burial.

Borne south on a fast train of the Atlantic Coast Line railroad, which made a special stop at this little home town of the political leader, the body was accompanied by one of the most distinguished congressional delegations ever to attend a funeral outside Washington.

As the train drew to a stop here, hundreds of townspeople were waiting in quiet sorrow, and nearly a thousand Negro school children stood at attention, the flag at their head as the congressman was known in the district he served for 33 years.

A cortege of automobiles more than a mile long wound its way from the station behind the motor hearse which bore the body to St. Paul's Episcopal church, within a stone's throw of the Pou home on Second street.

In the delegation which accompanied members of the Pou family were Speaker Henry T. Rainey of the House; House Majority Leader Jose-

ph W. Byrnes, of Tennessee; House Minority Leader Bertram E. Snell of New York; Representative John J. O'Connor, of New York; Representative Joseph Martin, Jr., of Massachusetts, and Representative William B. Bankhead, of Alabama who will succeed Mr. Pou as chairman of the powerful House Rules Committee.

North Carolina members of Congress who accompanied the body were Senator Robert R. Reynolds and Representatives Walter Lambeth, Zebulon Weaver, J. B. Umstead, J. Bayard Clark and A. L. Bulwinkle.

Kenneth Romney, sergeant-at-arms of the House, was with the official delegation. Mr. Pou, bearing his bereavement bravely, greeted scores of friends of the family, both white and colored, at the home. She was accompanied by her son, George Ross Pou, and her daughter, Mrs. Tom Wadden. Other members of the family motored from Washington and joined the family here.

Hundreds of persons, aged and gray constituents as well as youthful men and women, filed slowly to take a

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MARGINAL TRADING TO BE DETERMINED BY PROPOSED LAW

Congressmen, Mindful of Approaching Primaries, Turn to Speeding Local Measures

HUGE INCOME TAX PLAN NEARS VOTE

More Appropriations Measures in Offing Including PWA Measure; Federal Aid to Education Gets Consideration; Farley To Quit New York Post

Washington, April 3.—(AP)—The stock market control legislation, buffeted for months between contending factions, finally reached the voting stage in congressional committees today and weathered first attacks.

Business before the House and Senate proper prompted no such intense feelings as displayed in the committees of each branch that dealt with the regulatory proposal.

Senator Gore, Democrat, Oklahoma, launched an attempt to strike out the declaration of purpose in a closed session of the responsible senators.

The comparable House committee, in the meantime, decided on further consideration of the margins sections, but at the same time approved fixing marginal requirements by law.

Mindful that primary election reckonings are closer at hand, conferees turned to a "step lively" tempo, with taxation bothering the Senate and the House membership embracing a chance to get personal bills across.

Between now and the first primary in Illinois a week hence, the senators will get many a chance to speak and vote on details of the \$330,000,000 income tax tightener.

It has grown a bit in committee already from the \$258,000,000 version sent over by the House, and stringent amendment have yet to be acted on.

More appropriation measures are in the offing, also, such as for PWA enact-

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Testimony In Costner Case Ends

Charlotte Federal Court Hears Gangster Had Admitted Mail Robbery

Charlotte, April 3 (AP)—The case of Isaac Costner, Touhy gangster, charged with implication in the \$105,000 mail robbery here last November 15, was given to a jury today along with instructions to hold a verdict until 9:30 a. m., tomorrow if one were reached meanwhile.

Charlotte, April 3.—(AP)—Evidence was completed here today in the trial of Isaac Costner, Touhy gangster, charged with participating in a \$105,000 mail truck robbery here last November 15.

Tom Watkins and Richard Young, local newspaper reporters, and J. X. Earle, fingerprint expert, were the government's closing witnesses and the defense offered no testimony.

Watkins and Young testified that Costner admitted his part in the crime to them and Earle produced fingerprints taken from an apartment where Costner admitted prior to the trial he and others of the gang stayed while planning the hold-up.

Costner, before the trial, had said he would plead guilty, but changed his mind when, he and his counsel said, government officials failed to keep promises to him that he would be granted amnesty in return for his testimony in the Chicago trial of Basil Banghart for participation in the Jake Factor kidnaping. Banghart, also indicted for the mail robbery, is under a 99-year-sentence for the kidnaping.

RUMOR DILLINGER IS NEAR COLUMBIA

South Carolina Highway Patrolmen Rushed to Nearby Town in Hunt

Columbia, S. C., April 3 (AP)—A report that John Dillinger, gangster, was heading through this section of South Carolina today, proved to be a false alarm.

State highway patrolmen who hurried to investigate the report, said that, although they did not find Dillinger's car, they did locate one of similar description belonging to tourists. What might have been taken for machine guns, they said, were only pieces of luggage.

Columbia, S. C., April 3.—(AP)—State Highway patrolmen were rushed

SAYS COSTNER NOT OFFERED IMMUNITY

Joseph B. Keenan Denies Allegations at Trial Held In Charlotte

Washington, April 3.—(AP)—Joseph B. Keenan, assistant attorney general denied today that he had offered Isaac Costner freedom in return for information regarding the activities of the Touhy gang in Chicago in connection with the kidnaping of John Factor.

Shown a dispatch from Charlotte, N. C., saying attorneys for Costner, who has been implicated in a \$105,000 mail robbery at Charlotte, had testified that Keenan had said Costner would never serve a day "if the United States evidence against Basil Banghart, who was convicted of the Factor abduction, Keenan dictated to reporters a statement denying the assertion.

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