

MAY DROP LICENSING SECTION OF CODES

Senate Tax Boosters Add On Another \$92,000,000 To Tax Load

BY 65 TO 14 VOTE HIGH TAX IMPOSED ON INHERITANCES

Exemptions on Gross Estates Reduced from \$50,000 To \$40,000 By Senate Action

PRESIDENT IS NOT SURE OF ATTITUDE

Will Wait Until Bill Reaches Him To Say What He Will Do About It; House Vote Favors Paying Depositors in Closed Banks Up to \$2,500

Washington, April 12.—(AP)—Nourished by repeated votes for heavier levies on wealth, the comparatively small tax bill passed by the House became really formidable today. While the House took its time allotting funds for the District of Columbia, the Senate voted 65 to 14 for increased collections from inheritances aimed to put \$92,000,000 more into the Treasury each year.

That brought the measure from the House's \$288,000,000 to almost \$400,000,000. But whether it reaches President Roosevelt in that shape still depends on the House reluctance to boost taxes in an election year.

As to the White House attitude, the President, en route from the South, told reporters he would wait to see what the bill provides after Congress has completed action.

The House Banking Committee took significant cue, meanwhile, from the

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Cannon on Trial



Bishop James Cannon, Jr.

Bishop James Cannon, Jr., prominent Southern Methodist churchman, is photographed at Washington as he arrived at the court for his trial on a charge of conspiring to violate the corrupt practices act by failing to report all of the anti-Smith presidential campaign contributions he received in 1928. The bishop and Miss Ada L. Burroughs, treasurer of the Virginia anti-Smith committee headed by Cannon, who also is on trial, have pleaded not guilty to the charge.

VIOLENCE FLARES IN STRIKE AREAS

Unidentified Persons Fire on Miners Entering Coal Valley Shaft

50 SHOTS ARE FIRED

Workers at Alabama Mine Scattered by Shooting from Distance; One of Few Alabama Mines Still Running.

Birmingham, Ala., April 12.—(AP)—Violence flared in the strife-torn Walker county coal fields today when unidentified persons fired on miners entering the Coal Valley shaft, slightly wounding two of the workers.

Officials of the Debardeleben Coal Corporation, which operates Coal Valley, said between 50 and 75 shots were fired.

Fired from a considerable led distance.

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FORMER SENATOR FRELINGHUYSEN IS DONOR TO CANNON

New Jersey Republican Gave Bishop \$10,000 in Anti-Smith Drive Back In 1928

TESTIMONY OFFERED AT CANNON'S TRIAL

Defense Attorney Resents Evidence and Asks Court To Draw Line Where Government Must Stop In Throwing Out Its Dragnet on Contributions

Washington, April 12.—(AP)—Evidence that Joseph Frelinghuysen, former senator from New Jersey, contributed \$10,000 to Bishop James Cannon, Jr., for use in efforts to defeat Alfred E. Smith for president in 1928 was presented today in the trial of the Southern Methodist clergyman.

This was testified to by Frank G. Ferguson, president of the Hudson County National Bank of Jersey City, over the objection of Robert H. McNeill, chief defense counsel, who said:

"This can be for one purpose only—to prejudice the general handling of these funds. Your honor will have to draw a line somewhere where these gentlemen will have to stop with their dragnet."

The bishop and Miss Ada L. Burroughs are on trial on a charge of violating the Federal corrupt practices act by failure to report all of a \$65,300 contribution made by E. C. Jamison, New York insurance executive, for the anti-Smith campaign.

SEED CRUSHINGS LESS FOR PERIOD

Washington, April 12 (AP)—Cottonseed crushed in the eight-month period August 1 to March 31 was reported today by the Census Bureau to have totalled 3,683,394 tons, compared with 3,823,936 for the same period a year ago; and cottonseed on hand at mills March 31 totalled 593,771 tons, compared with 748,584 a year ago.

Last Hope For Insull Is Blasted

Istanbul, Turkey, April 12 (AP)—The Turkish court of appeals today refused to consider Samuel Insull's appeal against extradition and authorities notified him immediately that he would be started on his return trip to the United States without delay.

The decision blasted the last hope of the famous fugitive's lawyers to halt his extradition.

Turkish authorities immediately completed plans for starting him toward Smyrna this evening—the point at which he will be handed over to American agents tomorrow, continuing in their custody to the United States.

A. F. OF L. SIGNING STATE EMPLOYEES

Gets Jump On Group and Declares War on "Company Union" Plan

Daily Dispatch Bureau, Raleigh, April 12.—The American Federation of Labor already has 12 local labor unions composed entirely of employees of the State Highway and Public Works Commission organized in North Carolina, thus getting the jump on the new State Employees Association, Inc., started here a week or two ago by employees of the highway department, it was learned here today from R. R. Lawrence, president of the State Federation of Labor, and George L. Googe, chairman of the American Federation of Labor's committee on southern ac-

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Named by Dr. Wirt at "Brain Trust Plot" Probe



Robert Breure Alice Barrow David Cushman Coyle



Mary Taylor Lawrence Todd Hildegarde Kneeland

Here are the six Dr. William A. Wirt, Gary, Ind., educator, named as the informants on whose statements he charges there is a "brain trust plot" to bring about a revolution in the United States. Miss Kneeland and Miss Taylor are connected with the Department of Agriculture. Breure is chairman of the Textile Code Advisory Board, Coyle is a member of the PWA; Miss Barrow is connected with the Department of Education while Todd represents the Tass Agency of the Soviet Government.

(Central Press)

INHERITANCE LEVY IS NOW PROPOSED TO GET HUGE SUM

Administration Leaders Think Latest Amendment to Bill Is Certain To Carry

487 MILLIONS TOTAL WOULD THEN RESULT

Measure as It Came From House Was Modest \$258,000,000 Bill; Estates of One to Ten Million Dollars Would Bear Brunt of Latest Proposal

Washington, April 12.—(AP)—Senate tax boosters put their shoulders to an inheritance levy amendment today that will, if accepted, add \$92,000,000 to the American tax bill.

Administration leaders think the amendment will carry. This, together with the boost in income taxes, will hoist the total of the general tax bill to about \$487,000,000. When the bill came from the House, it was a modest \$258,000,000.

Chairman Harrison, of the finance committee, in charge of the bill, has announced his acceptance of the inheritance tax levies sponsored by Senator LaFollette, Republican, Wisconsin. The amendment proposes to increase the super-estate taxes.

The finance committee has agreed to increase the rates on estates worth from \$1,000,000 to \$10,000,000 to provide a maximum tax of fifty percent as against an existing 45 percent. The LaFollette rates would raise the entire schedule to a peak of 60 percent.

The agreement to vote on the higher inheritance rates was reached after two steps had been taken yesterday which made the ultimate fate of the bill uncertain and threatened it with a presidential veto.

Henderson Tennis Entry Is Beaten

Chapel Hill, April 12.—(AP)—The 19th annual State high school tennis tournament got under way here today with 15 schools represented, and play moved swiftly through first round singles without an upset.

Ruth, of Charlotte, defeated Watkins, of Henderson, 6-0, 6-2.

Ruth was 1933 winner of the title and was ceded first.

REEMPLOYMENT OFFICES ON JOBS REDUCED

Reemployment Offices in State To Be Cut From 102 To 29

Daily Dispatch Bureau, Raleigh, April 12.—The number of reemployment offices in North Carolina will be reduced from 102 to 29 as the result of orders from headquarters of the National Reemployment Service in Washington to drastically curtail the service in the State according to State Director C. M.

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Think Body Is That Of Touhy Man

Chicago, April 12.—(AP)—The police were informed today that the body of a man believed to be Frank (Porky) Dillon, notorious Touhy gangster, had been taken from the Miami river at Dayton, Ohio.

Police Commissioner James P. Allman said he received the information in a letter from the chief of police at Dayton.

Roosevelt's Party Gets Close Call

Group Hurrying to Docks to Greet President Barely Missing Train at Crossing

ESCAPE BY INCHES AS ENGINE PASSES

President Is Driven From Yacht to Train Over Route Where Last Year Assassin Attempted His Life And Fatally Wounded Mayor Cermak of Chicago

Miami, Fla., April 12 (AP)—A narrowly averted accident involving members of his party today marked the departure of President Roosevelt for Washington at the conclusion of a two weeks fishing trip in Bahaman waters.

A train narrowly missed striking a combination automobile trailer carrying General Hugh S. Johnson, national recovery administrator, and other party members as they were en route to the docks to greet the President after he arrived on the yacht Nourmahal from the Gulf Stream fishing grounds.

The trailer barely cleared the tracks

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ROOSEVELT BACKS JOHNSON IN BOOST FOR WAGNER BILL

NRA Czar Confers With Roosevelt on Train As President Returns From Vacation

RECOVERY CHIEF IS ORDERED FOR REST

He and Richberg, General Counsel, Told, To Remain in South Few Days; May Leave Train Tonight At Charleston; No Policy Changes Contemplated

En Route With President Roosevelt to Washington, April 12 (AP)—General Hugh S. Johnson, industrial administrator, said today after a conference with President Roosevelt, that he was not sure what recommendations might be made for extension of the licensing provision against the National Recovery Act as a weapon of strict enforcement of the code.

Johnson said, "I think we have teeth enough without it, but there may be other reasons for continuation of the licensing power."

The general also disclosed that the President was in accord with his general support of the Wagner bill establishing by law a quasi-supreme court of industrial relations. "I think," he said, "the President is in general agreement with the views I expressed this week on the Wagner bill."

Johnson gave an optimistic report on the general business report to the chief executive on the way northward from the President's vacation cruise.

In return, the President ordered that Johnson and Donald Richberg, general counsel for the NRA, take a few more days off in southern territory for a rest. Johnson seriously considered leaving the train at Charleston, S. C., tonight. Other important questions of policy were talked over on the way north, but Johnson said no decisions were made and no changes in policy contemplated.

Mine Area Civil War Is Talked

Alabama Mine Owners Say They Simply Will Not Accept NRA Demands

Washington, April 12.—(AP)—Alabama coal operators today stood fast on their threat to start a "civil war" in the bituminous fields rather than accept NRA's demand for a seven-hour day and higher wages.

In a sensational climax to a storm-filled three-day hearing on the question, Forney Johnston, representing the Alabama operators, last night charged Hugh S. Johnson with "arbitrary, illegal and unwarranted" action in approving the new schedules.

For a moment, fisticuffs between the Alabama and John L. Lewis, heavy set leader of the United Mine Workers, seemed imminent, as Lewis accused Johnston of attempting to "browbeat" members of the union.

Although the contents of the German communication were not officially disclosed, pending this report, it was understood the reply declared the treaty of Versailles ending the World War placed no restrictions on the amount of money which Germany could spend, and argues that the Reich is free to appropriate as much or as little as desired for military purposes.

Dillinger Being Hunted Now At Shreveport, La.

St. Paul, Minn., April 12 (AP)—Authorities prosecuting the hunt for John Dillinger, who allegedly fled from an apartment here March 31, have uncovered operations of a criminal gang which has taken five lives and loot of half a million dollars, it was learned today.

Nine major participants have been connected with the gang. The information was given Federal officers by persons caught in a round-up following Dillinger's escape.

Shreveport, La., April 12 (AP)—Reports that John Dillinger, the desperado from Indiana, was headed this way from Alabama with a machine threw this section early today into wild excitement.

On advice from Department of Justice

WEATHER FOR NORTH CAROLINA.

Fair, colder in east and central portions tonight; Friday fair; slightly rising temperature in extreme west portion; light to heavy frost in exposed places tonight.