WEST COAST FEARS FOOD SHORTAGE IF STRIKE GROWS

Menace Of Revolt Removed, Hitler Declares In Defense Of Killings

SEEK PEACE PACT FOR EAST EUROPE TO PREVENT WARS

Britain and France And Italy In Accord In Efforts To Stave Off Future Clash

BRITAIN MAKES NO FURTHER ALLIANCES

Sir John Simon, Foreign Secretary, Reassures House of Commons as Barthou in Paris Starts Work on Eastern Pact; Italy Agrees With England

London, July 13-(AP)-Great Britain has reinforced the pact of Lacarno, but has not entered any "select alliance" with any country, Sir John Simon, foreign secretary, declared today before the House of Commons.

In his anxiously awaited statement on continental affairs, Sir Jonh said the recent Anglo-French conversations had resulted in a greater feeling of peace and security in Europe and will greatly improve conditions on the continent if powers affected fully enter the proposed eastern regional agree-

He added that Premier Mussolini of Italy agrees with Britain as to the necessity of an eastern pact-"eastern Locarno" as it has been called-and

fully approves of it. Sir John supported the statement of Louis Barthou, the French foreign minister, when the latter left London, that Britain and France were cooperating in trying to perfect permanent peace in Europe.

BARTHOU STARTS WORK ON EASTMAN PEACE PROJECT Paris, July 13 (AP)-Foreign Minister Louis Barthou began work today

on his peace project, an eastern Euro-

Morehead City's Port Development To Start Monday

Washington, July 13 (AP)-Pre liminary work on the \$2,000,000 port development at Morehead City, N. C., will start Monday, M. R. Beaman, general manager of the Morehead City Port Commission, said here today.

Beaman came to Washington to look over plans for the project. He said army engineers would be sent to Morehad City Monday to make a general survey of the harbor and

The War Department has allocated \$1,550,000 public works money to dredge the Beaufort-Morehead City channel to a depth of 30 feet. Actual work will begin when \$425,000 in PWA funds is made available to the port commission for construction of terminal facilities.

Two Killed In Riots At Cleveland

Man and Negro Woman Dead in Disorders At County Relief Office

Cleveland, Ohio, July 13. (AP)-Two persons were killed and three injured today in a riot at the Cuyahoga county relief administration offices in downtown Cleveland.

The gunfire started after some one in a crowd of relief applicants grabbed a riot gun from a policeman in a squad which had been sent to quell a disturbance.

A Negro woman was shot down and dieda few minutes later. A man believed to have been named

(Continued on Page Three.)

Berliners Live Under Guns







First photos to reach the United States from Berlin since the "Bloody Saturday" of the Nazis show how soldiers and police now watch the citizens in Berlin at every turn since Hitler regime's continuance was threatened. Germans, as the pictures indicate, literally live under guns.

SAYS NOTHING NEW IN SALES TAX RULE

Many Merchants Commend Change In Regulations, McMullan Says

Daily Disputch Buceau. In the Sir Walter Hotel, RY J. C. RASKERVILL.

Raleigh, July 13.-There is nothing in the new regurations governing the administration of the sales tax changing the rules that have been in effect from thef irst with regard to passing the tax along to the public, Harry Mc-Mullan, chief of the assessments division, pointed out today, cespite the objection raised by Willard Dowell, secretary of the North Carolina Mer-chants Association. While the law does provide that the tax shall be

(Continued on Page Five.)

Girl Is Attacked Then Is Murdered At San Francisco

San Francisco, July 13. (A)-Apparently attacked and then slain, the

body of an eight-year-old girl was found in the yard of a mouse near here today.

last night. Police said the body was A middle-aged man, who gave his name as Albert Rushe, was taken into

custody for questioning. Police said he lived in the house where the girl's body was found.

GERMANS PROTEST JOHNSON'S SPEECH State Will

State Department Replies With Underhanded Apology for Remarks

Washington, July 13. (A)-Replying to an official German protest against the anti-Hitler utterances at Waterloo, owa, of Hugh S. Johnson, the State Department said today it was "to be regretted that the position occupred by the recovery administrator made it possible for remarks by him as an individual to be misconstrued as

The department made this statement in explaining a visit to Secretary Hull's office today by Dr. Rudolph Leitner, charge d'affaires of the German embassy, to protest Johnson's speech.

In his Waterloo speech yesterday, the NRA chief said conditions m Germany made him "very actively sick." "The idea that adult, responsible men can be taken from their homesstood up against a wall-backs to rifles-and shot to death-is beyond expression," he added.

Secretary Hull declined to answer questions asked by newspaper men concerning any other phases of Gen-The girl, Elaine Watson, disappeared eral Johnson's speech or the German government's protest.

He also declined to say whether the State Department considered the statement made to Lnieer by Hull could b considered as closing he episode, or whether any further action ! by the government was anticipated.

"BRUTALLY FRANK" **DECLARATION MADE** BY GERMAN RULER

Limits Himself In Address "Only In Extent of My Regard for Reich's Interests"

REVOLT NOT MADE WITH ANARCHISTS

But as Executives We Have Removed the Regime Of Revolt,' 'Chancellor Asserts to Reichstag and The World; Events "as Sad as They Were Menacing"

(Copyrighted by The Associated Press)

Berlin, July 13 (AP)—Chancellor Adolf Hitler told the German people and the world today that he would make a brutally frank declaration of events, "which will live in the memory of our history."

Speaking before a packed audience, which included the German eichstag, the chancellor told the waiting throngs they had been called "to give me a chance to explain events." "The content of my declaration will

e brutally frank," he said. He said the events of which he inended to speak were "as sad as they were menacing." "I must limit myself," he said, "only in the extent of mayregard for the in-

terests of the reich and otherwise for a feeling of shame "We have not made a revolution as anarchists. But as executives we

have removed the regime of a revolt."

Tobacco Farmers Are Carrying Out Reduction Pledge

Washington, July 13 (AP)-J. B. Hutson, chief of the farm administration's section, said today that tobacco farmers were making acreage reductions which they agreed to last winter.

The July report estimated the to bacco crop this year at 1,039,517,000 pounds. This is the approximate figure set for limitation of this year's crop, Hutson said. The prospective crop is as much

below the annual world consumption of United States tobacco as the 1933 crop was above, he added. In addition, farmers have made progres toward reducing surplus stocks, Hutson said, asserting this year's crop would result in removing approximately 20 million pounds of the 950,000,000 pounds of

Bear Down On Evaders

30 or 40 Merchants stroyers and fives ubmarines.

A high navy official said the build-Who Have Refused ing program is being pointed toward To Pay Sales Tax Will Be "Shown"

Daily Dispatch Bureau,
In the Sir Walter Hotel.
BY J. C. BASKERVILL.
Raleigh, July 13.—The Department
of Revenue is about ready to "crack down' on some 35 or 40 merchants, almost all of them in Winston-Salem, who so far have refused to make any returns or pay any of the sales tax to the State, it was learned today from authoritative sources. It is understood that all efforts to make collections from these merchants have failed, that most of them have flatly refused to even make any returns during the past year and have virtually defied the Department of Revenue to collect

(Continued of Page Five.)

FOR NORTH CAROLINA

Fair tonight and Saturday; Not much change in temperature.

Hitler "Explains" To Reichstag



At special meeting of Reichstag, Chan- | to "purging" of Nazi ranks. Here the cellor Hitler is expected in first Reich dictator (1) is shown addressspeech since Germany's "bloody Sat-Premier Goering (2) seated under the urday" to make public events that led huge swastika.

Cotton Is Highest

New Orleans, La., July 13. (P)—Cotton futures bounded up to the best prices since 1930 here today, making gains of \$1.60 per bale in late trading, and going past the 13-cents per pound mark.

Navy Plans **Addition Of** 5,500 More

Part of Plan In Working Toward Treaty Strength for Fleets By 1942

(Copyright by The Associated Press) Washington, July 13. (P)—Looking toward treaty strength by 1942, the navy has adopted a plan calling for 5,500 more enlisted men and the laying down of 19 new ships in the fiscal year ending June 30, 1936.

give the navy 88,000 men, as compar-The new ships would include 12 destroyers of 1,500 tons each, two de-

(Cortinued on Page Five.)

Dollfuss Cleans Up His House

Vienna, July 13 (AF)-Chancellor Engelbert Lollfull began sweeping out his own official house today in his drive against Nazis and their campaign of terror. A clean-up of State police is under way. There has been much dissatisfaction at the failure of law-enforcement agencies to stop almost daily bombing and other acts of sabotage throughout the country. Several police officials have been

(Continued on Page Five.)

For Past 4 Years BORAH LOOMS BIG **AS A PRESIDENTIAL** POSSIBILITY 1936

He Could Have Republican Nomination In A Walk But for His Age-71 in 1936

VANDENBURG BEING TALKED AS CHOICE

Michigan Senator Consider. ed by Conservatives To Be Safe Man; But Republican Progressives Hope To Go Roosevelt One Better in Radicalism

By CHARLES P. STEWART (Central Press Staff Writer) Washington, July 13.—Senator William E. Borah is too oid to be nominated for the White House

He is just past 69. He will be 71 about the time the 1936 national conventions are being held. If he were to be nominated and elected he would This "operating force" plan would b almost midway between 71 and 72 by inauguration day. How dependable ed with 82,500 during the present year. his health is, also is a doubtful issue; he underwent quite a prolonged hospital siege and an operation rather recently. In view of his age questions

(Continued on Page Two.)

SEEK PEDDLER IN BABY'S KIDNAPING

18 Months Old Son of Harts. dale, N. Y., Broker Missing for Whole Day

Hartsdale, N. Y., July 13. (AP)-Fresh hope that Bobby Connor, missing since yesterday afternoon, is still alive came this afternoon when police found a long lost rattle belonging to the 21 months old boy deep in the woods surround-ing his Hartsdale home here.

Hartsdale, N. Y., July 13. (P)— Search for an eccentric peddler as the kidnaper of 21-months-old Bobby Con-

(Continued on Page Two.)

MORE UNIONS JOIN MOVEMENT TOWARD A GENERAL STRIKE

Workers In Portland and Los Angeles May Join Those in San Francisco Shortly

HEALTH AUTHORITIES JOIN IN THE FEARS

Sympathetic Walk - Outs Threaten Serious Situation in Great Cities Along The Pacific; Food, Gasoline and Fuel May Run Short If Crisis Develops

San Francisco, Cal., July 13. (AP)-Housewives and men in the street felt the Pacific coast maritime strike today as an increasing number of labor unions joined the movement towarda general strike in the San Francisco Bay area.

Shortages of foou, gasoline and fuel became an actual threat. Witha move toward a general strike

gaining headway in Portland, Oregon, and rumblings of a similar movement heard in Los Angeles, the San Francisco strategy committee caned a meeting of all unions this afternoon at which a general strike is expected to be demanded.

Nearly 100,000 workers in San Francisco and the trans-bay cities of OaklandBerkeley and Alameda have pledged themselves to walk out in sympathy with 27,900 striking maritime workers if the strategy commit-

Abernethy Files Counter Suit On Sanitarum Plea

New Bern, July 13 (AP)-Answering a suit of the Washington Sanitarium, Inc., for collection of an alleged debt of \$1,415.26, Representative C. L. Abernethy, Mrs. Abernethy and C. L. Abernethy, Jr., have flied in superior court here a counter claim of \$35,000 and costs against the hospital for "malicious and wanton and willful abuse of the process of the court."

The counter claim advances the contention that the sanitarium suit. which was filed here May 19, was part of a wrongful scheme to intimidate the defendant into paying an exces-

Pay Raise Likely To **Teachers**

Martin Says Federal Aid Will Likely Assure Ten Percent More Salary

Raleigh, July 13. (P)—LeRoy Martin, executive secretary of the State School Commission, returned to Raleigh today from a trip to Washington, expressing the opinion there was some hope that North Carolina teachers may receive a 10 per cent in-

crease in salary next fall.
"The ultimate decision in the matter must of necessity rest with the governor and the commission," Martin said, "but there is a possibility there may be an increase of ten per cent." The commission will meet her in a couple of weeks, Martin said, and

will probably consider the matter then. At the same time, bids for the purchase of some 750 buses with funds made availableb y the Federal Public Works Administration will be consid-

Should teachers' salaries be increased, it is understood the increase would be made purposely to place annual expenditures above State appropriations. It was pointed out by State officials today if the State launched a school program which used all of its money in seven months or less, the State could assume the status as all other tates and ask Federal fund to keep the chools from closing