

SAN FRANCISCO IS PLANNING DEFENSE IN STRIKE CRISIS

Marshals Forces Against Threat of Famine And Disease and Waits Union Edict

EMPLOYERS REFUSE ARBITRATION OFFER

Virtually Last Hope of Averting Trouble Vanishes as the Roosevelt Labor Board Fails to Attain Any Accord in Maritime Strike Emergency

San Francisco, Cal., July 14. (AP)—Against the threat of famine and disease, official San Francisco marshals its forces today and awaited the decision of union labor which stood ready to strike in support of its maritime members.

HIGHWAY LETTING IS FOR CHARLOTTE

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

Raleigh, July 14.—The highway letting here July 17 will be confined almost entirely to the opening of bids on the street paving projects in Charlotte, according to W. Vance Baise, assistant state highway engineer.

HUGE MOTOR TRUCK ON WAY INTO WEST

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

Raleigh, July 14.—A motor truck that looked more like a locomotive than anything else, with tremendous tires in diameter and 12 1-2 inches thick, attracted the attention of highway engineers here today as it was parked in front of the State Highway and Public Works Commission offices.

The truck was built especially for the National Forest Service and will be used in the National Forest near Franklin, in Macon county. This type of truck costs \$6,000 each and is regarded as too expensive for use by the State Highway and Public Works Commission.

Carteret's Election Is Under Fire

State Board of Elections To Go There Next Saturday For Inquiry

Raleigh, July 14. c.—The State Board of Elections will go to Carteret county July 21 to investigate alleged "rotten" voting conditions at Newport and other polling places, and then the next week will make its second investigation in a little more than a month of charges of irregular voting in Wilkes county.

No public announcement was at first.

Speech Of Hitler Is Not Convincing To Many Observers

Lee in Germans' Pay



Advice on disarmament, the Jewish problem and foreign debts brought Ivy Lee, above, widely known press agent, \$25,000 annually from the German dye trust, it has been revealed in a deposition read before the congressional committee in New York investigating un-American activities.

SALES TAX WILL BE AMENDED BUT NOT BE REPEALED

Three Factions Seek Their Own Way of Dabbling With This Revenue-Producing Act

ENFORCEMENT WILL BE TIGHTENED SOME

But Rate Will Neither Be Raised Nor Lowered, It Is Indicated Now; Base May Be Broadened To Include Other Types of Sales To Get More Money

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

Raleigh, July 14.—While most observers agree that there is little or no chance that the 1935 General Assembly will repeal the sales tax law, there is already an increasing amount of discussion concerning changes in the law, and indications are that many changes will be proposed and several of them adopted.

(Continued on Page Four.)

Europe Is Disappointed With Address Of Hitler

(By the Associated Press)

Disappointment at Chancellor Hitler's failure to discuss German foreign policy was the general reaction to his speech today in European capitals.

Official comment was withheld in some instances until the text could be carefully studied.

Nationalist newspapers in Paris interpreted Hitler's silence on foreign affairs as an indication he is in no hurry to study the French proposal of an eastern Locarno pact.

London's Daily Mail saw as an indication the German army was restive Hitler's statement that President von

Some in Berlin Hold That Fiery Chancellor Is Now On The Defensive In His Rule

TRAITORS WILL BE EXECUTED, HE SAYS

More Firing Squads and More "Purging by Blood" Await Those Who In Future Challenge Hitler's Authority; His Demand Is for "Blind Obedience."

(Copyright by The Associated Press) Berlin, July 14. (AP)—More firing squads and more "purging by blood" await any who challenge Adolf Hitler's rule of Germany.

This was the warning Germany pondered today as it digested the chancellor's Reichstag defense last night of the June 30 "liquidation" of 77 traitors.

"Every one is to know for all future time" he said, "that if he raises his hand for attack against the State, certain death will be his lot."

The speech, to which many parts of the world (including America) listened, stood today as a definite marker on Hitler's road to the building of a new Germany.

Hundreds of Nazis rose and cheered when the address—an explanation of the execution of storm troop leaders and others June 30—was ended. The chancellor scarcely noticed them. He slumped into his chair and seemed dazed and somewhat bewildered. His head fell, almost to his knees.

The address was Hitler's answer to those who criticized the "liquidation of traitors."

It was his defiance of his foes and (Continued on Page Six.)

Admits Slaying Girl, 8, Denying Assaulting Her

San Francisco, Cal., July 14. (AP)—A little white rabbit lured eight-year-old Elaine Watson to a horrible death in the dark basement of F. W. Ruske, father of three children.

Police Lieutenant Otto Frederick said today Ruske admitted killing the child with a whisky bottle, but denied assaulting her.

The girl had been criminally attacked, an autopsy surgeon said. When little Elaine's body was found under a pile of rubbish in her neighbor's cellar yesterday, Ruske was already in jail on a drunk and disorderly charge preferred by his wife.

Nazi Head At Vienna Executed

Vienna, July 14 (AP)—A squad of men entered the apartment of Cornelius Zimmer, alleged Nazi, stood him up against a wall and shot him to death today.

The killing immediately aroused conjecture among the general public as to whether this was the beginning of ruthless vigilante actions against Nazis.

Through Chancellor Dollfuss the government this week opened a mop-up campaign against the party.

Police disclaimed any knowledge of background for the shooting (and said an investigation is under way.

Hindenburg had reconciled the Reichswehr to the present state of affairs. The Laborite Herald said Hitler "has revealed himself the obedient servant of the old gang, ready at any minute to kill anybody in its behalf, and the Reichstag enthusiastically followed the leader."

The London Express described Hitler's speech as "wild, screaming and historical," uttered by the "voice of a man on the verge of a breakdown." Many Italian quarters expressed disapproval because foreign policy was not discussed. Thousands heard the broadcast eager to learn Hitler's attitude toward the proposed Locarno pact.

HITLER AND NEW CHIEF SALUTE STORM TROOPERS



Here is the first photo from Germany taken after the recent "blood-bath" when more than 50 Nazi "rebels" and monarchists were executed by the Brown Shirt triumvirate — Hitler, Goering, Goebbels. Shown are, left, Chancellor Hitler receiving the salute of the "loyal" storm troopers, with Viktor Lutze, right, staff chief, successor of Captain Ernst Roehm, slain in the "revolt."

Review Board Within NRA Planned By Gen'l Johnson

Washington, July 14. (AP)—Creation by Hugh S. Johnson of a board of review within NRA to perform permanent functions originally assigned to the Darrow Review Board, was reported as imminent today at Blue Eagle headquarters.

Amos J. Peaselee, a New York lawyer,

who has been attached for some weeks to NRA, is understood to have been picked as chairman. He has devoted his time to compliance work thus far.

The new board, as aides understood Johnson's plan, will hear complaints of small businesses against NRA codes, especially those charging monopoly and suppression of the little enterprise. It also will hear from administrative

rulings of other NRA divisions. Just how far the board authority in reviving previous administration action will extend was not known immediately. It was considered likely the board, after hearing cases, would report directly to Johnson.

The board will have two other members in addition to Peaselee. Peaselee is a Republican and a Quaker.

CONSUMPTION OF COTTON FALLS OFF

June Total Hardly More Than Half of Total for June of Last Year

Washington, July 14. (AP)—Cotton consumed during June was reported today by the Census Bureau to have totaled 363,414 bales of lint and 55,042 bales of linters, compared with 519,765 bales of lint and 63,878 of linters during May this year, and 697,261 and 85,355 in June last year.

Imports for June totaled 9,751 bales, compared with 15,062 during May this year, and 14,097 in June last year.

Exports during June totaled 459,226 bales of lint and 14,263 of linters, compared with 284,764 and 9,365 during May this year, and 614,561 and 21,064 during June last year.

Cotton spindles active during June numbered 24,690,312, compared with 25,891,366 during May this year and 25,549,974 during June last year.

Roosevelt Shows He Has a Feeling For Sick Victims

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

Raleigh, July 14.—The fellow feeling President Roosevelt has for infantile paralysis victims has given George H. Elrod, 30, of Cherokee county, a new lease on life and will result in making him a self-supporting citizen.

George lives near Patrick, Cherokee county. He is paralyzed from his hips down. He walks—and gets around about, as well as anybody—by leaning over and picking his feet up with his hands and setting them down step by step.

With his own hands and the help of a younger brother he built a dam and mill race on Shoals Creek, just a few steps from his home. He went out into the woods and hauled his end of a cross-cut saw to get the timbers for building the dam and race. His father appropriated some second-hand equipment for the mill.

Then George sat down and wrote President Roosevelt and explained that if he just had some money to build a house for his mill and for himself he could grind corn and wouldn't have to ask anybody to contribute to his support.

"I can do all the work myself", explained George.

His letter was referred to Mrs. Thomas O'Berry, State relief administrator, who has approved a \$130 project under the rural rehabilitation plan to build the mill for George.

WEATHER FOR NORTH CAROLINA

Generally fair tonight and Sunday, except scattered thunder showers Sunday afternoon.

Smoky Park Road Given Huge Sums

Washington, July 14. (AP)—Secretary Ickes today allotted \$2,000,000 PWA funds for the Great Smoky National Parks parkway. A previous allocation of \$4,000,000 had been made for this parkway, which will extend from Shenandoah National Park in Virginia to the Great Smoky Mountains National Park in North Carolina and Tennessee, a distance of 350 miles.

NO RULES YET ON HIGHWAY SPENDING

Method of Applying Federal Allotment To State Not Determined

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

Raleigh, July 14.—Although it is known that North Carolina is to get \$4,800,000 of Federal funds for emergency highway construction during the present fiscal year that started July 1, no word has yet been received from Washington with regard to the rules and regulations governing the expenditure of this money.

Chairman E. B. Jeffress, of the State Highway and Public Works Commission, said today. Until these rules and regulations are definitely known, no plans can be made for its expenditure, he said.

"We are expecting that the rules governing the expenditure of this new allotment will be about the same as those in effect this past year governing the use of last year's allotment of about \$9,000,000," Jeffress said.

"But we can't be sure until we get the new regulations" so all we can do is wait.

Washington has been promising these new regulations almost daily for several weeks, but so far they have not been forthcoming, Jeffress said. About the only changes expected are that must be paid for skilled and common labor. The regulations governing the first allotment provided that common labor must not be paid less than 30 cents and hour and skilled labor not less than 40 cents an hour. This may be changed so that contractors may employ labor at the prevailing rates of pay in the sections where the labor is employed, or the present minimum rates may be retained.

If the new regulations provide that only 50 per cent of this \$4,800,000 can be used in primary highway construction, only \$2,400,000 will be available for building new roads on the Federal Aid system and that amount will not build very many miles of new roads, Jeffress pointed out. It is expected that 25 per cent of the total will again have to be expended in paving streets

(Continued on Page Four.)

New Plot Found In Bulgaria

Sofia, Bulgaria, July 14. (AP)—A government communique revealed today that a new anti-government plot had been uncovered at the military garrison in Plovdiv, less than two months after the coup d'etat which established a new regime.

The government announcement described the affair as "communist" conspiracy.

The communique said "several dozen soldiers" were implicated and that about 50 persons had been thrown in jail.

It was with the cooperation of younger officers of the Bulgarian army that Kimon Geororgieff organized his coup d'etat of May 19, which placed him in the vremiership.

SALES TAX RULES EFFECTIVE AUG. 1

Department of Revenue Unable To Distribute Cards By July 15

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

Raleigh, July 14.—The new rules and regulations governing the application of the sales tax, exemptions and so forth, will not go into effect until one minute past midnight, August 1, instead of at 12:01 a. m., July 15, it was announced today by Commissioner of Revenue A. J. Maxwell and Harry McMullan, director of assessments and collections. The postponement in the effective date of the new regulations was caused by the inability of the Department of Revenue to get them printed and distributed to the merchants by July 15. Printed copies of these revised rules and regulations are now being mailed out to every one of the more than 36,000 registered merchants and it is believed that they will have ample time to become familiar with the changes that have been made so that they can be put into effect August 1.

No change has been made in the regulations governing the showing of the sales tax as an extra charge, however, Commissioner Maxwell pointed out again today, since this is again left to the discretion of the individual merchant or groups of merchants. For while most of the merchants have preferred to show the amount of the tax as a separate charge from the selling price, they have been free to include the amount of the tax in the selling price for the time the sales tax first

(Continued on Page Six.)

HIGHWAY TOLL OF DEATHS FEWER IN JUNE THAN IN MAY

66 Killed, 450 Hurt in 285 Accidents Last Month, State Motor Bureau Announces

INJURES GREATER THAN OTHER MONTH

Five Children Playing In Street Killed and 18 Hurt When Hit By Cars; 45 Pedestrians Killed, 16 Injured; 29 Die In Auto Collisions

Raleigh, July 14. (AP)—Sixty-six persons were killed and 450 were injured in 285 accidents on highways and streets of North Carolina during June, a decrease in the number of fatalities and mishaps as compared with May.

The report of the State Motor Vehicle division, released today, showed 11 fewer deaths last month than in May and eight fewer than in June, 1933.

The number of accidents decreased from 313 in May, but was larger than the 264 mishaps in June a year ago. Last month there were 85 fatal accidents and 230 non-fatal for a total of 285.

The injured list of 450 was an increase over the 428 recorded last month, and over the 370 in June of 1933.

Five children playing in the streets were killed and 18 were hurt when struck by cars, while 45 pedestrians were injured and 16 were killed.

In automobile collisions, 29 persons met death and 284 were injured. In train mishaps with cars one was killed and two hurt. In collision with street cars two were killed and three hurt.

In no-collision accidents, 14 were killed and 92 injured, and two were killed and three injured when cars struck fixed objects.

Intoxicated drivers caused six fatal accidents and 40 non-fatal.

Kidnaping Of Infant A Mystery

Hartdale, N. Y., July 15. (AP)—Two major clues to the disappearance of Bobby Connor crumbled today as a woman driver and a man peddler were cleared of suspicion.

United States authorities, state and local police cooperating in the investigation, said they were utterly baffled—knew not even if the case was one of kidnaping.

On the belief, however, that Boggy would have been found by the army of searchers if he had only wandered away when he disappeared about dinner time Thursday, the authorities said they leaned to the kidnaping theory.

Other possible theories advanced—but only possibilities—were that the blonde baby had been slain by a degenerate, struck and spirited away to an automobile driver or carried off by a childless woman.

Checks To Cotton Men Flood Dixie

Over \$30,000,000 Of 100 Millions Already Mailed; \$11,212 for Vance

Washington, July 14. (AP)—The Farm Administration's cottonadvance checks rolling out to Dixie in every mail, have totaled \$30,301,061—a little less than a third of the \$100,000,000 expected ultimately to be paid.

This was announced today, the figure being as of July 11. Checks sent out to that date numbered \$11,680.

The money is going out in two \$50,000,000 installments, and the administration said the first payment virtually was completed in some states, adding that all rental contracts, save those from Oklahoma, now have been received here.

Complete county and state tabulations in the current installment were not available beyond July 9. As of that date, they included: North Carolina, \$1,132,775; Vance county, N. C., \$11,212; Warren, \$40,553.