TWENTY-SECOND YEAR

LEASED WIRE SERVICE OF

HENDERSON, N. C. THURSDAY AFTERNOON, MARCH 14, 1935

PUBLISHED EVERY AFTERNOOM EXCEPT SUNDAY.

FIVE CENTS COPY

LONG'S PROPOSAL ON RELIEF BILL SMOTHERED

Hill Liquor Bill Sent To Finance Committee By Senate

SPENDING BILL IS OFFERED IN HOUSE AS DEBATE OPENS

Appropriations and Revenue Measures Both on Calendar for Night Session Tonight

LIQUOR BILL WAITS REVENUE MEASURES

Will Be Held In Finance Committee Until It Becomes Evident Sufficient Money Can Be Raised In No Other Way Than By Liquor Tax

Raleigh, March 14.-(AP)-The Hill proposing the establishment of a system of liquor stores was red to the Senate Finance Comee this afternoon on motion of its after two long sessions of debate on the measure. or Folger, of Surry, made the

to send the bill to the taxing up after Senator Gravely, of Nash. fered an amendment to put refrom the proposed stores into general fund instead of seting them for welfare and relief

e move to send the measure to nance group was understood to been taken by proponents of the to hold it there until the revenue which is short of the proposed propriations, is under consideration. Teague, of Wayne, a dry posed the re-reference and sought djourn the Senate but was voted m 26 to 21.

Immediately after sending the bill the bill. It heard nearly three of debate on the bill. The biennial appropriations bill was reported to the House today by Re-

(Continued on Page Four)

27 Children Hurt When Cattle Truck Hits School Truck

Jackson, Tenn., March 14 .-AP) Twenty-seven children were injured today when a school bus overturned nine miles south of

A truck loaded with livestock crashed into the rear of the truck and both vehicles tumbled down a 20-foot embankment. Some of thee hildren were seriously injur-

The 27 injured, most of them suffering from cuts and bruises, were brought to hospitals here in five ambulances. All probably will recover. The accident occurred at 8:30 a. m. There were about 40 children in all in the bus. Some escaped without being scratched.

Revenue Bill May Come Up NextMonday

House Probably and Tonaissen of Mecklenburg, which would have required all automobiles Won't Tackle sold in the State after next January 1 to be equipped with safety glass Money Measure Before First of Week

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

Raleigh, March 14-The revenue is in the House at last-but not No one is attempting to predict n the House will finish its conderation of the money-raising meae. much less when it will be cometed by the Senate. But the prevailopinion is that the House will By Thirty Men! nd at least two weeks on the bill, longer. The measure was reted Wednesday afternoon by hairman Gregg Cherry, of the finance oup, and it is now on the calendar. cannot be taken up, however, until printed copies of the bill, cover-

(Continued on Page Three)

Reenacting Tragic Game



Robert Dobryzinski shows how other boys who were playing "cowboy and injun" at Brockton, Mass., tied him and playmate Edward Smith to tree and started brush fire around them, in emulation of savage captives being "burned at stake." Wind caused clothing of Smith boy to ignite and he was burned fatally before playmates could recue his

Dividend Tax May Raise \$1,100,000

the committee, the Senate adjourn-until tomorrow without having New Tax Policy For State and Is Expected To Be Approved by Legislature; Graduated Basis for Domestic Stocks, Flat Six Percent on Foreign

> Daily Dispatch Bureau, In the Sir Walter Hotel, By C. A. PAUL

Raleigh, March 14.-The stock dividend tax incorporated in the rev- behind the exemption is that the corenue bill now before the lower house of the legislature is a new departure Thus, say opponents of the new levy, in tax-levying in North Carofina in- to tax dividends after they have reach sofar as domestic stocks are concernied the hands of the stockholder would ed. There is no change in the levy against dividends from stocks in foreign corporations.

Under present law dividends from stock in domestic North Carolina chartered corporations are specifically exempt from taxation. The theory poration itself pays an income tax. be double taxation because the cor-

(Continued on Page Two.)

ROADS COMMITTEE KILLS MANY BILLS To Provide

May Approve Highway Request for Limitation Upon Heavy Trucks

> Daily Dispatch Bureau, In the Sir Walter Hotel, By C. A. PAUL

Raleigh, March 14.-The joint legislative roads committee went on a ed by Governor J. C. B. Ehringhaus bill-killing spree at its first meeting and the Budget Advisory Commission in several weeks. It killed in rapid succession two bills by Representative succession two bills by Representative approximately \$29,442,000 including Cooper, of New Hanover, which would the \$1,000,000 a year diversion from 30 days of grace at the beginning the finance committees, this revenue of the new license year and prescribe was overestimated at least \$300,000 a an 8-hour day for highway employees a bill by Representatives Ervin, Scholl throughout, a similar bill by Representative Klutz, of Catawba, which would have required school buses and public passenger vehhicles to be so equipped, and a bill to require the highway department to maintain all roads over which rural mail routes

extended. Reported favorably was the highway commission's bill introduced by Senate Roads Chairman Spence.

(Continued on Page Four)

Billions Dominated

The American Telephone & Telegraph Co., has assets of nearly five billion dollars, with a vast number of investors, yet the huge organization with its great wealth is completely dominated by 30 men. The second installment of the absorbing story of the world's largest corporation appears today.

Money Bill \$31,417,000

Daily Dispatch Bureau In the Si- Walter Hotel.

Raleigh, March 14.—The revenue bill, now on the House calendar, will provide \$31,417,000 a year in revenue, or approximately \$2,000,000 a year more revenue than the bill recommend The budget bill would have yielded re given automobile license buyers the highway fund. But according to year, especially in the estimate from the Schedule B or licenses taxes. So the budget bill actually would not have yielded more than \$29142,000 with

(Continued on Page Four)

BRITISH COMMUNIST PUT UNDER ARREST

Chicago, March 14 (AP)-Immigration officials agreed today to postpone the "trial" of Evelyn John St. Loe Strachey, British writer and lecturer, arrested here on the charge of "actively advocating communism."

A hearing into Strachey's deportation as an undesirable alien was tentatively set for Thursday, March 21.

WEATHER

FOR NORTH CAROLINA. Fair, slightly colder in east portion; possibly light frost in central and west portions tonight; Friday fair, slowly rising temperature in the interior.

REDUCE SALES TAX TO 2 PCNT. BEGUN

Proponents Said To Need Less Than Dozen More Votes To Have Majority

WOULD PUT BUDGET **OUT OF ALIGNMENT**

Might Throw It Out of Joint By Three Million Dollars; Anti-Sales Taxers Expected To Attempt To Put Their Measures Across On

> Daily Dispatch Bureau. In the Sir Watter Hotel, BY J. C. BASKERVILL.

Raleigh, March 14-A strong effort is being made among house members to reduce the sales tax rate from three per cent to two per cent, and at the present time those interested in this move need to get only from eight to darkness at night. ten more votes to get a majority, it was learned from a reliable source maintain there are at least 20 members of the House who will nt vote for the thre per cent sales tax under any conditions but who will vote for the two per cent levy. Most of these are concdeed to be former anti-sales tax members who pow realize that there is no possibility of removing the sales tax entirely, but who will not vote for a sales tax of more than two per cent.

is that with the exemptions removed and with the tax applied to meal checks in restaurants, cafes, hotel dinling rooms and even to hotel room charges, the two per cent sales tax will bring in a great deal more than the present thre per cent sales tax is yielding. They also maintain that if the Revenue Department will increase

(Continued On Page Four.)

"De Lawd", Leader Of Play, Dead

New York, March 14 (AP)-Richard Berry Harrison, who appeared in Pastures," died at 8:20 a. m., today in the Fifth Avenue hospital.

Death resulted from a paralytic stroke suffered on March 2 as he prepared for a matinee performance in his dressing room. He was 70 years

Harrison, Canadian-born son of former slaves, was snatched from obscurity at 66 to become the star of one of the most successful plays of the American theatre. In the five years he starred in the play, never missing performance until stricken as he

(Continued on Page Four)

Wage, Hours An Essential Tobacco Grading Bill Is Of The NRA

Clay Williams Tells Senate Committee That Is Fundamental Principle

Washington, March 14.—(AP)— S. Clay Williams, chairman of the National Recovery Board, today termed control of minimum wages and maximum hours the "fundamental" prin-

Federal tobacco inspection and grading, today was in the hands of a House Agriculture sub-committee for growers. ciple of NRA. He was the second witness in the last night was an assertion by Representative Flannagan, Democrat, Virginia, who also has sugsentative Flannagan, Democrat, Virginia, who also has sugsentative Flannagan, Democrat, Virginia, who also has sugsent that the government by requirements of the last of the las Senate Finance Committee's investigation of NRA's code structure, and testified before a full committee room ginia, that his bill had been "unquali- ed to meet the cost of graung, an fiedly endorsed" by Secretary Wallace

(Continued on Page Four)

OF CONVICT CAMPS WILL BE PRESSED

Legislative Committee Will Go to Bottom of Deaths Resulting From Confinement

BURIAL IN SECRET **GRAVES IS ALLEGED**

Some Prisoners Reported To Have Escaped Said To Have Died from Horrible Treatment and Thus Disappeared; Legislative Group Thoroughly Aroused

Raleigh, March 14 (AP)-The legislature's committee on penal institutions prepared today to try to establish or disprove testimony given it in Charlotte yesterday that convicts have died from being chained in solitary confinement and being buried in unmarked graves under the cover of

"We learned some very astounding things, and we will follow up every The backers of this move lead," Representative R. E. Sentelle, of Brunswick, chairman of the House committee, said this morning. Asked if hee believed there was any truth in the testimony of a Negro former convict that prisoners who died shortly after they came out of solitary confinement were buried in secret holes at night in the section between Boone and Blowing Rock in 1930, Sentelle replied:

The contention of the group back- there was some basis of fact in his story. Of course, the weight of the

(Continued on Page Four)

Auto Tags Costs Are To Be Cut

In the Sir Walter Hotel,

Ruleigh, March 14-Cheaper automobile licenses for the owners of the smaller, lighter weights cars will result if the bill reported favorably by the joint committee on roads is en-The bill as amended by the committee will make the minimum liccense \$9 a year instead of \$12.50 a year as at present, but will reduce the 50 cents per hundred. The original treat the situation "too tragically." bill as introduced by Snator White, of Robeson county, would have made the minimum price of licenses \$9 and reduced the licensing base rate from 55 cents to 40 cents per 100 pounds.

The bill if passed in this form, will reduce the expected highway revenue \$530,000 a year if based on this year's license sales, and \$620,000 a year if based on the estimated sales for next year, according to Chairman C. W. Tatem, of the House Roads Committee. The reduction in revenue would have amounted to at least \$1,500,000 a year if the bill had been approved as introduced, reducing the licensing base rate from 55 cents to 40 cents per 100 pounds.

of the Agriculture Department.

STRONG MOVES TO GRUESOME STORIES Huge Sum To Aid College Students Heavily Defeated

Under Suspicion



phian who has been on visit in Greece with his family, is declared in reports to be under suspicion of having financed the Greek revolu-Relatives in Philadelphia deny it. (Central Press)

For Arms Meeting

Britain Has Slashed Her Strength At Sea by Nearly Half Since 1914; United States Gains Fifth Japan Third

London, March 14.-(AP)-Sir Bolton Eyres-Monsell, first lord of the British Admiralty, told the House of Commons today that Great Britain was disappointed by Japan's renunciathe role of "De Lawd" in "The Green licensing base only five cents per 100 tion of the Washington naval treaty pounds, or from 55 cents per 100 to of 1922, but there was no need to Sir Bolton said he hoped a naval conference would be held this year, and introduced the government's

(Continued on Page Four)

PREPARE DECREE IN

Nullify It, But Willing for Government To Pay for

Service; Hits at Opponents of the Measure

Winston-Salem, March 14 .-(AP)—The hearing on settlement of Smith Reynolds' \$30,000,000 trust estate was recessed this morning until 2:30 p. m. to permit attorneys to confer on the form of decree to be submitted to Judge

Such an amendment as has been

(Continued on Page Four)

Administration Contends Funds Already Given Cause and President Can Allot More

ALL FACTIONS ARE SPLIT UPON VOTE

Treasury Calls First Liberty Loan Bonds Labor Urges Wagner Bill To Prevent Strikes; Utilities Regulation Stoutly Opposed By Corporation Man

Washington, March 14 .- (AP)-The Senate today rejected an amendment to the \$4,880,000,000 relief bill by Senator Long, Democrat, Louisiana, proposing an allowance up to \$100,-000,000 to give needy youth a college or other educational training.

The vote against the Long amendment was 58 to 27. The Louisianan previously had lost 75 to 5, a similar amendment provid-

ing a billion dollars. Administration forces contended the Emergency Relief Administration already had advanced \$100,000 for educational purposes and the President

could use any part of the pending appropriation for that purpose. All factions split on the vote. even three Republican independents. Eighten Republicans and nine Democrats. voted for the Long amendment, Fiftytwo Democrats, five Republicans, and LaFollette, Progressive, Wisconsin; voted against it.

From its appropriations committee, the House received and began a debate on the \$118,112,878 supply bill for running the Department of Agriculture during the fiscal year beginning

British Admiralty Head Blocks down Pennsylvania Avenue from the busy Capitol Secretary Mor-Tells Commons He Hopes | genthau called for payment June 15 the entire issue of the Treasury's outstanding first Liberty Loan bonds—an aggregate of \$1,933,000,000.

WON'T CUT ANY MORE James E. Vanzandt, head of the Vet-Before the Munitions committee, erans of Foreign Wars, denounced as "mounmental gall" previous testimony against cash payment of the soldiers' bonus, by Eugene C. Grace, president

(Continued on Page Four)

1st Liberty Loan Called **By Treasury**

REYNOLDS' HEARING \$1,933,000,000 Issue To Be Redeemed as Result of Court's Gold Decision

> Washington, March 14 (AP)-The Freasury today called for payment on June 15 its entire issue of outstanding first Liberty Loan bonds, aggregating approximately \$1,933,000,000.
> This issue, which is of 1932-47 muturity, consists of three series:

A total of \$1,392,226,250 bearing in-**Now In Committee Hands** terest at the rate of 3 1-2 percent; \$5,-002,450 of converted four percent bonds, and \$535,981,250 of converted 4 1-2 percent bonds.

The administration's determination to refund more of the outstanding Flannagan, Its Author, To Resist Changes That Would gold clause bonds was not a surprise to financial quarters. While a sav-ed the chief objective, the Treasury ing in interest charges was considerhad been expected to retire all gold clause bonds as rapidly as possible, in view of the Supreme Court deci-Washington, March 14 (AP)-After | Flannagan also announced he would sion that government abrogation of four lengthy public hearings, the resist vigorously any attempt to gold payments on these securities was Flannagan bill to provide compulsory amend his measure to make it effec-

invalid. It was not learned immediately what securities would be offered in exchang for the so-called first Liberties, but recently the Treasury refunded a Marking conclusion of the hearing proposed by Representative Burch, portion of its Fourth Liberty 4 1-4's, with an off issue of 20-25-year 2 7-8

percent bonds, the lowest interes pon for long-time paper win memory of the presen