

HOLDING COMPANY BILL REPORTED TO SENATE

1935 LEGISLATURE HAS COST STATE UP TO NEAR \$200,000

Personal Service Alone \$170,796.30, and Odds and Ends Are Yet to Be Paid Out

PRINTING BILL IS CLOSE TO \$25,000

And That Is Not Included in Larger Figure; Session Passed 1,345 New Laws and 66 Joint Resolutions; Most Legislators Have Left the Capital

Raleigh, May 13.—(AP)—The 1935 North Carolina General Assembly, which adjourned Saturday afternoon, cost the State about \$170,796.30 in personal service though the entire legislative appropriation was only \$158,000, it was indicated today. The author's office reported it has already issued vouchers for \$170,796.30, with a "few odds and ends" of personal service still to be added and no printing bills were included. Printing usually costs about \$25,000 a session. The 1935 law makers wrote 1,345 new laws and 66 joint resolutions into the statute books. In 1933, there were 1,406 new laws and 64 resolutions. Most of the legislators had gone home today, but it will be several weeks before all work in connection with session is completed.

"UNCOMPROMISING" DRYS ARE BLAMED

Wine Act Precipitated Wet Splurge in Final Hours of Legislature.

Daily Dispatch Bureau, In the Sir Walter Hotel, By C. A. ATTL. Raleigh, May 13.—Clearly apparent to every observer here is the fact that the "bone-dry" act, and the "piecemeal nullification" of the State's bone-dry act, and famed Turlington law. Their adamant stand in refusing to permit a referendum to be submitted to the people of the State at large has resulted in a bloc of counties being practically exempted from the dry law. The 18 counties now exempt from the law will hold elections, local referendums, on the question of county-operated liquor stores systems. If any one of the 18 counties votes for the system it will be immediately established in that county. Most of the counties, it is conceded, will approve the system. Under either the Day or the Hill bills a Statewide referendum would

Bailey Again Heckles Long In Argument

Tar Heel Senator Defends Farley from Attacks by Louisiana's "Kingfish"

Washington, May 13 (AP)—In an atmosphere charged with strong political currents, Senator Long, Democrat, Louisiana, today called up in the Senate his resolution for investigation of Postmaster General Farley's political conduct, and asserted that before he was through he "would compel every senator to admit that Farley has been a manipulating party to a diabolical fraud." New charges made by Long against the postmaster general's conduct were countered in the Senate by Senator Wiley, Democrat, North Carolina, with the assertion that the Louisianaan had submitted "not one iota of evidence that would be competent in any court or tower deliberative body."

Extra Session Of Legislature Seen In 60 Or 90 Days

Polish Dictator Passes Away



Marshal Joseph Pilsudski, of Poland, long known as that little nation's "iron man," died in Warsaw yesterday after a long illness. He had long been the real political power in Poland.

Liquor Issue Is Continued As Dominant

State Will Not Get Penny of Revenue From Sales in 17 Counties Voting.

Daily Dispatch Bureau, In the Sir Walter Hotel, By J. C. BASKERVILL. Raleigh, May 13.—Liquor still is the dominant question in North Carolina, just as it was when the legislature finally adjourned Saturday after last-minute efforts by Governor J. C. B. Ehringhaus to bring about a compromise between the wet and dry forces in both houses failed. Some think that the liquor question is now more of an issue than it was before the General Assembly adjourned, as a result of the enactment of the local laws which will permit 17 counties and two townships in another to hold elections on whether county liquor stores and county liquor control systems shall be set up. The prevailing opinion here is that the present laws permitting these 17-12 counties to legalize the sale of liquor in North Carolina, providing a majority of the people in these counties vote for the county sale and control plan, is much worse both for the counties involved and the State as a whole than if the General Assembly had passed the Day liquor control plan, which would have permitted all of the 100 counties to vote on whether they wanted to have State liquor stores and State control. If this plan does not work out, however, and if the other 82-12 counties are displeased, the responsibility rests squarely upon the shoulders of the drys in the Senate who refused to compromise and thus refused to reconsider the Day bill and make possible a Statewide referendum by counties and a Statewide liquor stores and liquor control system from which the State would derive some revenue. As the situation now stands, the State will get one penny of revenue

Counterfeit Bills Of \$52,000 Seized In New York City

New York, May 13.—(AP)—A special squad of Treasury Department agents today seized \$52,000 in counterfeit \$5, \$10 and \$20 bills from a locker in the B. M. T. Times Square subway station. The bills were allegedly left there by "Count" Victor Luftig, intentionally known swindler, arrested last night after a hunt of six months. The agents also found plates for printing the bills and a plate for pressing silk threads into the spurious paper money.

Governor May Be Forced to Call General Assembly Back to Clear Liquor Problem

COMMISSION WILL MAKE QUICK STUDY

If 17 Counties Allowed on Liquor, Legalize It and Get Stores Opened, Revenue Will Be So Great They Won't Want to Give Them Up.

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

Raleigh, May 13.—A special session of the general Assembly within 60 to 90 days to enact a Statewide liquor stores and liquor control law as a substitute for the patchwork liquor laws enacted by the session which adjourned Saturday, which permits only 17 counties and two townships in another to hold elections to determine whether or not they shall establish county liquor control systems and county liquor stores, is now regarded as likely in political circles here. It is no secret that Governor J. C. B. Ehringhaus does not like what the General Assembly finally did, that he made a fifty-ninth minute effort to bring about a compromise between the wets and the drys in the general assembly just before it adjourned Saturday and tried to persuade its members to come back this week to work out some sort of Statewide plan to which both factions would agree. It is also well known that Cale K. Burgess, who sat in on these last-minute conferences in the governor's office with members of the Senate and House refused to budge an inch or agree to any sort of compromise, with the result that the General Assembly left the present laws on the statute books and adjourned. But a very definite reaction to the enactment of these laws permitting only 17-12 of the State's 100 counties to legalize the sale of liquor has already taken place on whether or not they shall set up on the part of other counties that want the right to vote on this question but which was denied them. There is also a growing conviction among the more liberal-minded drys, as well as among the wets, that if any liquor is to be sold in North Carolina it should be under State control and regulation and from State liquor stores rather than from county liquor stores under county control. For many believe that it will be next to impossible to keep the county stores and county control boards out of politics. There is also a growing conviction that control boards out of politics. There is also a growing conviction that what

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Barbara Hutton Awarded Divorce From Her Prince

Reno, Nevada, May 13.—(AP)—Escorted by the Washoe county sheriff and the chief of police of Reno, Princess Barbara Hutton Mdivani went into court today and won a divorce from her ten-minute prince, Mdivani in a ten-minute private trial. Dressed in a smart black sports dress, trimmed in white, and wearing a small black hat, the princess entered the rear door of the court building to avoid a crowd of curious. After the hearing was completed, a court bailiff ordered the halls of the court house cleared.

Shocking Abuses Of Wire Privileges By Congressmen Are Turned Up By Warren

Washington, May 13.—(AP)—Some of the troubles of Representative Warren, Democrat, North Carolina, as the congressional watchdog against excessive telegraph bills, have been outlined to the House Appropriations Committee. Testifying to some "very shocking cases," he related: "One telegram measured by the yardstick was five and a half feet long, including the names of 492 people to whom it was sent." "We had one man two years ago

Italy Is Hostile, Ethiopia Asserts

Geneva, May 13 (AP)—A new Ethiopian note to the League of Nations, made public here today, declared Italian concentration of troops and war materials in East Africa "leaves no doubt as to the hostile intentions of Italy." The African Empire's note labeled "absolutely false" what it terms as Italian report that general mobilization had been ordered in Ethiopia, saying "the Ethiopian government has not ordered any measure of mobilization."

FARMERS OF SOUTH MOVE ON CAPITAL TO BACK THE AAA

"March on Washington" Is To "Offset Some of This Opposition Noise" Up There

AROUND 1,500 FROM N. C. ARE EXPECTED

By Bus and Private Automobile, North Carolina Delegations Are Converging on National Capital for Mass Demonstration To Be Held Tomorrow

Washington, May 13.—(AP)—Declaring they wanted to "offset some of this opposition noise," the advance guard of a movement organized as a southern farmers' "march on Washington" was here today for a demonstration in support of the Roosevelt farm program. Leaders expressed hope that Secretary Wallace, returning by plane after rallying farmers behind the AAA in a speech at Alexandria, La., and possibly the President himself, would get their gathering tomorrow. Arriving early, C. H. Day, who farms 320 acres in Texas, drew this explanation of praise, which he

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2 TAR HEELS NEAR DEATH FROM CRASH

Norfolk, Va., May 13 (AP)—Charles Lee, of Durham, N. C., and Herman Horne, of Willard, N. C., were near death in the United States Marine Hospital at Norfolk this afternoon from injuries suffered in collision of two automobiles on the State highway near Nag's Head, N. C., early Sunday. Lee's back is broken and Horne has a fractured skull.

HEADLESS BODY OF WILSON MAN FOUND

Wilson, May 13.—(AP)—The headless body of Paul Langley, young Wilson man, was found on the tracks of the Atlantic Coast Line railway here today, and investigating officers expressed belief he had been struck by train during the night. No inquest was held.

DR. JULIAN S. BAUM, OF CURRITUCK, DEAD

Currituck, May 13 (AP)—Dr. Julian S. Baum, for many years active in the political and civic life of Currituck county, died yesterday in Norfolk, Va., at St. Vincent's hospital, where he had gone last Friday morning for treatment.

WEATHER

FOR NORTH CAROLINA. Mostly cloudy probably local thundershowers tonight and Tuesday; little change in temperature.

SCENE OF NAVY PLANE MANEUVERS



Scene of secret maneuvers by 46 United States navy planes during a mass flight between Honolulu, Hawaii, and Midway island, is indicated by the map. The distance between Honolulu and Midway island is 1,323 miles. Along the way the flyers were said to be conducting secret military operations.

Flannagan Bill Reported Into House By Committee

Wets, Drys Claim Georgia Victory

Atlanta, Ga., May 13.—(AP)—Those in the wet-dry fight expressed confidence of victory today as "bone dry" Georgia awaited the verdict of Wednesday's repeal referendum. Opposing forces admitted no apprehension as to whether the outcome would be a wet banner above the Cracker state or to deliver an ultimatum to enforce the 23-year-old prohibition statute.

COURT ALTERNATING ON NEW DEAL TESTS

5-to-4 to Left This Time, 5-to-4 to Right Next Has Been the Order.

Washington, May 13.—(AP)—Numerous national lawmakers, and Federal executives likewise, suspect the United States Supreme Court of having adopted a semi-thought-out policy of flopping 5-to-4 to the left, 5-to-4 to the right, 5-to-4 back again and so on 5-to-4, "ad infinitum," as to its decisions relative to New Deal legislation. It is not assumed, indeed, that the justices are more than sub-consciously committed to such a program. Nevertheless, it is remarked that their first ruling on an important New Deal issue (dollar devaluation) was 5-to-4 to the left; that their second recent similar ruling (on railroad pensions) was 5-to-4 to the right, and Capitol Hill's betting is that their next new bill find them once more about 5-to-4 back to the leftward of center.

Authorities Take Precautions Against Election Trouble Tomorrow

RADICAL FILIPINO LEADER ARRESTED

Manila, P. I., May 13.—(AP)—An outstanding Sakdalista leader was held by the constabulary today as the authorities executed widespread move to combat rumored extremist violence planned for tomorrow's independence plebiscite. The Sakdalista formed the main organized opposition to the proposed commonwealth vote. Tomorrow's vote is on ratification of the constitution of the prospective ten-year-commonwealth government to operate until final independence.

REGULATION AND DISSOLUTION ARE ALLOWED IN BILL

Measure Revised To Permit Broad Study by Securities Commission Into Trusts

VOTES OBTAINED TO SUSTAIN PRESIDENT

Administration Senators Confident They Can Back Up Bonus Veto; 30,000 Telegrams to Sign The Patman Measure

Washington, May 13.—(AP)—The Senate Interstate Commerce Committee today reported out by a vote of 13 to 1 the Wheeler bill for regulation and dissolution of holding companies. The action came shortly after it became known that the measure had been revised by the committee to authorize also a broad study by the Securities Commission of operations of investment trusts and investment companies, which generally are said to hold large amounts of public utilities securities. As reported to the Senate, the bill carries a liberalized section exempting certain holding companies in some states from its regulating provisions. Strict Federal regulation would be applied to the others, and those whose operations were found to be "unnecessary" would be abolished within five years, under the bill. The administration's legislative program, held back by a continuing controversy, was given a forward push today by Senate committee approval of the Wheeler bill to regulate or dissolve holding companies. The committee acted while Senate leaders made last-minute checks to be sure of sufficient votes to sustain President Roosevelt's expected veto of the Patman cash bonus bill. Thirty-three thousand telegrams, eight to one in favor of the measure, were on the President's desk, but there was no indication he had changed.

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LEGISLATOR SCHOLL RUNS FOR CONGRESS

Raleigh, May 13.—(AP)—William F. Scholl, of Charlotte, one of Mecklenburg's three representatives in the 1935 legislature, today announced his candidacy for Congress from the tenth North Carolina district. The district is now represented by Congressman A. L. Bulwinkle, of Gastonia.

Schall Says U.S. Liberty Fast Waning

Minnesota G. O. P. Senator Says Roosevelt May Declare Himself the State

Chicago, May 13.—(AP)—Representative Thomas W. Schall, Republican, Minnesota, told the Chicago Bar Association today that "if President Roosevelt permits an election in 1936, and wins, there'll be no future elections and the republic of the United States may be only a matter of history." "The President has usurped the functions of our republic," the blind senator said, "and is about ready, like Louis XIV, to declare himself the State."

Schall described President Roosevelt as a "Cataline," working on a much grander scale than the old Roman politician, and the President's methods as "Fabian." "Cataline had not learned two advantages of the political game which the Fabians of recent history have developed on such a vast financial, commercial and publicity scale," Senator Schall said. "Cataline did not create the so-called industrial 'emergencies' that would afford him the popular excuse for his 'recovery nostrums.' Second, he did not and could not plunge the country into the mire of treasury deficits, and he did not have access to the operation of mountains of public debt to give scope to his dolo system."