Business Urged To Keep Codes

Food Dealers Association Of State To Test Legality Sales Tax In Court Battle

TO WORK AGAINST EVERY CANDIDATE WHO FAVORS LEVY

Convention in Charlotte Goes on Record for Fight Over Constitutionality of Act

EHRINGHAUS OBJECT OF SHARP CRITICISM

James B. Volger, State Secretary of Group, Says Governor "Sold Out to Large Corporations Seeking To Be Relieved of Taxes" In This State

Charlotte, May 28 .- (AP) -The North Carolina Food Dealers Association today voted to employ attornevs to test in the courts the constitutionally of the State sales tax.

The court fight was called for in resolution adopted at the association's annual convention here. The resolution instructed members to issue to customers refund checks in connection with all taxes collected, so that the tax can be refunded if the law is ruled unconstitutional.

The resolution also pledged food merchants of the State to do "all in their power to defeat any candidates for State office who advocate the present State sales tax."

Governor Ehringhaus was criticized sharply by James B. Vogler; executive secretary of the association, in discussions preceding the unanimous adoption of the resolution.

Governor Ehringhaus stumped this State in opposition to the sales tax," said Vogler. "He spoke here in the court house of this county, going on record against it. And then, like most ten cent politicians, went to Raleigh and switched around. Fe sold out to large corporations seeking to be relieved of taxes."

Governor Refuses Comment on Act of

Raleigh, May 28 .- (AP) -- Governor Ehringhaus and Revenue Commissioner A. J. Maxwell had no comment to make today on the adoption in Charlotte by the North Carolina Food Dealers Association of a resolution to empley attorneys to test the general

Should the constitutionality of the act be taken to the courts by the food dealers, it would be the first legal test of the sales tax, which was en acted in 1933, and broadened by the 1935 legislature to cover practically all retail sales except those of milk.

Inflation Is DroppedFor **Bonus Plans**

Patman Bloc Pushes morning at 10 o'clock, Chairman duction allotments. Session on Some nounced today. At this meeting it is hoped that plans can be completed for a number of large projects with a Other Proposal

Washington, May 28 (AP)-Patman bill leaders in Congress decided today SERIOUSLY HURT IN to go forward with their drive for eash payment of the bonus at this session, and to sacrifice the inflationary provision of their bill, if necessary.

have the best chance to succeed, and ride on it. them push for action on it, regardless

(Continued on Page Four)

STRATOSPHERE GONDOLA ARRIVES



of the gondola for the giant bal- takeoff will be made.

Plans for the National Geographic | loon at Rapid City, S. D. The society-army stratosphere flight gondola is pictured on a truck were almost complete with arrival | being taken to the bowl where the

Weyerhaeusers Ready With Ransom Money To Obtain Son's Return

Seattle, Wash., May 28 .- (AP) - 'We are ready, Percy Minnie," said an advertisement in the classified section of the Seattle Post-ntelligencer today, indicaing the Weyerhaeuser family of Tacoma were ready to deal with the kidnapers of their nine-year-old son, George missing since last Friday

Meanwhile, the secret search for the kidnapers of the boy reached across ster riding with four men in a travel. the international boundary with "remnants of the Alvin Karpis and Machine Gun Kelly gangs" as possible suspects.

In one of the few partially disclos-Food Association ed moves in the hunt for the gang when a posse of officers returned to that demanded \$200,000 ransom for Port Angeles, Wash., after an unsucthe return of the lumber portune heir, two Tacoma detectives hurried to Vancouver, B. C.

Vancouver police said the detectives believed the kidnapings were effected by members of the two gangs, who had banded together. British Columbia officers refused to disclose the

identity of the Tacoma detectives. The officers went north in response to a woman's report of seeing a boy who resembeled the kidnaped youngstained automobile last Saturday That was less tan 24 hours after George was abducted from a Tacoma

A similar tip met with failure when a posse of officers returned to cessful effort to trace an automobile containing a boy resembling the

PLANNING BOARD

in Final Form Then; Interest Reduced

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

Raleigh, May 28.—The State Planning Board, which has already developed approximately \$300,000,000 worth of projects in North Carolina for submission to the Federal govrnment under the new four billion dollars public works program, will hold its next meeting here Friday Capus M. Waynick, of the State High on for Payment This way and Public Works Commission, and also of the Planning Board, and

(Continued on Page Five)

HOPPING ON TRUCK

Roanoke Rapids, May 28 (AP) At a joint session of House and Sen- Howard Foweller, 35, a peddler, was ate supporters of immediate payment, seriously injured today near Weldon it was agreed to poll the Senate to determine what cash payment bill would Highway truck while trying to hop a

R. A. Freuler, the driver, said Fowel of whether it should be the Patman ler asked him for a ride, and he rebill, recently vetoed by the President, fused, telling him it was against department rules, but the latter tried to immp on the truck as he drove off

TOBACCO PAYMENTS

Hope To Get Works Projects \$8,600,000 In Adjustments For 1934 Distributed to Growers

> College Station, Raleigh, May 28 .-North Carolina tobacco growers are now receiving a total of about \$8,600,-000 in adjustment payments on their 1934-35 crop.

The payments were calculated at the rate of 12 1-2 percent of the market value of the crop, up to 21 cents a pound, with the exception that a lower rate was given growers who sold more than their 70 percent pro-

Practically all the payments to said E. Y. Floyd, of State College, ex-

(Continued on Page Two)

Auto Dealers To Continue on Code. Leader Declares

St. Louis, Mo., May 28.—(AP)-F. W. A. Vester, president of the National Automobile Dealers Association, today, announced that organization would continue to operate under conditions of its NRA codes, despite the ruling of the United States Supreme Court in outlawing code requirements of the national recovery act.

Four Army Fliers Die In Big Plane

Fresno, Cal., May 28 (AP)

Four army fliers were kill. ed today when their big bombing plane from Mather field, Sacramento, crashed in Sequoia park.

DICTATOR POWERS **ASKED IN FRANCE** IN MONEY CRISIS

Premier Flandin Advises Parliament of Huge Decline in Nation's Gold Reserves

CABINET TO STAKE LIFE ON OUTCOME

Franc Will Be Defended from Its Foes at Home and Abroad, and Chamber Is Told Parliament Regime ordered by congressional chiefs.
While the public in general watch Itself Is Undergoing Its "Last Test"

Paris, May 28.—(AP)—With a government demand from Parliament for full power to restore France's finances, Louis Germain-Martin, minister of finance, revealed to the Chamber of Deputies today that the gold reserves of the Bank of France had been diminished by nine billion francs -about \$594,000,009-in the last two

DICTATORIAL POWERS ARE DEMANDED BY MINISTRY May 28.—(AP) — Premier Pierre Etiennie-Flandin sent to Pariament today demands for dictatorial powers to defend the franc against its

foes at home and abroad. The premier, aware of powerful opputies, directed his camapign from where he is recovering his home. from a fractured arm.

commissioned Finance Minister Louis Germain-Martin to present his demand for power to balance the budget and promulgate by decree measures to revive business The life of Flandin's government

may hinge on the success of his bat tle. But he expected to win, although by a narrow margin, by warning that the parliament regime itself is under-

Correspondent Who Was On It Reminisces of Motor King's Hopes

> By CHARLES P. STEWART Central Press Staff Writer

Mr. Stewart was on the Ford peace ship 20 years ago, and from time to time will write reminis-

Washington, May 28 .- A few veterans of the Ford peace expedition dined together in Washington recently in honor of the tour's twentieth

anniversary year I wasn't invited, and I know why. Tom Steep, another veteran of the trip, also, was in the capital at the time of the anniversary gathering. He wasn't invited, either.

The explanation is simple. The anniversary diners were genuine peace delegates, Rosika Schwimmer, who inspired the expedition, was of the party. It was these folk's theory growers in this State have been made, that their mission would have been a success except for the ridicule heaped on it by the news correspondents

who were along. Their hatred for the

scribes was such that it has survived through two decades SAILED IN DECEMBER The "peacers" celebration in Wash. ington the other day was somewhat premature.

The Ford expedition did not sail

(Continued on Page Four)

FOR NORTH CAROLINA. Fair tonight and Wednesday, except showers Wednesday aftermoon in west portion; slightly warmer in southwest portion tonight; cooler in extreme west portion Wednesday afternoon

ALL MAJOR BILLS **OF ADMINISTRATION** NOW IN JEOPARDY

Government Chiefs Still Bewildered Over Full Meaning of Supreme Court Ruling

CONFUSION EVIDENT FOR SOME MARKETS

High Command of Labor Summoned To Conference To Discuss Situation; Code Enforcement Halted by Government; NRA Extension Bill Deferred

Washington, May 28 .- (AP) - The New Deal's vast plans for re-weaving the business fabric of the country were beset with uncertainties today as still bewildered officials pondered the full meaning of the Supreme Court's abolition of NRA.

Re-study of all big administration bills to determine their constitutionality in view of the NRA decision, was

ed calmly for the historical shift deemed likely; President Roosevelt and his advisors also seriously took stock of the disordered situation Pending the restudy of legislation

the Democratic chief at the Capitol agreed to mark time. Included among the measures to be suggested to new scrutinity are the AAA amendments, the utilities holdng company bill, regulation of motor buses, the social security measure and

the omnibus banking Lill It generally was agreed that no action was in immediate prospect. Leaders pointed out that the power of the President to make codes had been held unconstitutional and that it would be impossible task for Con-

gress to enact legislation stipulating codes for each industry. William Green, president of the American Federation of Labor, sum-

moned the members of the federa (Continued on Page Four)

BOBBY JONES QUITS MATCH BY ILLNESS

Retired Golf King Under Observation For Appendicitis, Can't Go To New York

Atlanta, Ga., May 28 (AP)-Under strict observation at his home on Northside Drive, following an attack of appendicitis, Bobby Jones, the retired golf king, was unable to leave today for New York, where he was scheduled to play in an exhibition match on Thursday.

Big Bob Jones, father of the forper world champion, who retired after his grandslam in 1930, sent a message this morning regretfully informing hose in charge of the match that Bobby was unable to travel and that his physician had advised it would be dangerous for him to do so.

Up To Mills, Mr. Gardner

Textile Code Authority Attorney Waits Foreign Competition Shows Meeting Before **Making Prediction**

Washington, May 28.—(AP)— With organized labor threatening to strike immediately against any textile mill that lowers the invalidated NRA code wages and hours, the cutton textile code authority prepared to meet here tomorrow to consider the emergency created by the Supreme Court's de-

O. Max Gardner, Washington counsel for textile interests, said he thought the industry, first to adopt an NRA code, would be the first to act in the present crists.

Gardner declined to predict what course textile mills will follow, but he stressed that the textile code was 'out," and the future of the industry apparently was left with individual

He also declined to comment on the statement of Francis J. Gorman, vice-

(Continued on Page Two)

Senator in Peril



Senator Carl Hayden

A recall move was begun against Carl Hayden, Democrat, United States senator from Arizona, because of his vote to sustain the veto of President Roosevelt on the Patman bonus bill.

Likely Sell **Bonds Soon**

High Credit Rating in New York Makes Amendment Time Opportune for Fundings.

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

Raleigh, May 28.-The credit of the State of North Carolina ranks at the op among the New York banks and pankers, with the result that it will have no trouble in selling new bond ssues at an interest rate of not more than three per cent, Governor J. C. B. Ehringhaus and State Treasurer Charles M. Johnson said on their return from several days in New York conferring with bankers and bond

'While the State does not have to sell any bonds immediatery, the condition of the bond market is so favirable that we will probably sell several million dollars worth of bonds

(Continued on Page Two)

Feels Sure U. S. PRODUCES HALF

No Sign of Becoming Seriious, Schaub Says

College Station, Raleigh, May 28-Last season the United States produced half of the world's cotton supply, Dean I. O. Schaub, of State College said today in discusing the cotton sit-

In spite of the limitation placed on acreage by the adjustment program and the low average yield over most of the cotton belt, he said, this country produced more than three times as much as India, the second largest producer

China is third and Russia fourth in dean continued. China does not grow enough cotton to meet home requirements and Russia exports practically no cotton. Brazil, the sixth largest Cotton Manufacturers Association, cotton growing country, produced one- and manufacturers in Crestwille, S. tenth as much as the United States C., and Gastonia, N.

last year. The trend of cotton production in inductry was for contin

SPOKESMEN THINK INDUSTRY WILL GO ON UNDER THE NRA

Chamber of Commerce Head Tells Business Man This Is His Hour To Show Good Faith

SIBLEY CALLS FOR KEEPING STANDARD

Make No Immediate Change in Wage or Hour Schedules, He Advises Members, Adding He Is Confident This Will Be the Policy of American Business

New York, May 28 .- (AP)-In an appeal for the preservation of wages and hours established under NRA, Harper Sibbley, president of the United States Chamber of Commerce, today urged business men to uphold the levels of the codes.

"I call upon all employers of labor who are members of the chamber and its constitutent organizations," Sibbley urged, "to make no immediate change in wage or hour schedules. I am confident that this will be the policy of American business.'

pared manuscript, addressing about 500 persons at a luncheon of the Mer. chants Association of New York. Dwelling from the beginning on the three decisions of the Supreme Court yesterday, Sibley declared:

Sibbley spoke from a hurriedly pre-

"This is a tremendously important noment, and immensely important. Inevitably they will create temporary uncertainty and worry as to the immediate future." Sibley said he spoke "to settle at

once any question as to the attitude of the Chamber of Commerce of the United States." "This is a moment of great oppor-tunity, but also of great responsibility

for the American business man." he warned. "This is his moment to prove his good faith."

Upon AAA

Washington, May 28 (AP)-A complete re-writing of the AAA amendments to conform to the Supreme Court decision and NRA was decided upon today by Senate and House lead-

ers and Secretary Wallace. Finding the far-reaching licensing provisions provided in the act were affected both by the interstate commerce principles and the requirement that standards be set up in delegating authority, the administration leades decided to recommit the bill to the Senate Agriculture Committee. Those attending the conference in-

clude Senator Robinson, majority leader: Chairman Jones. Democrat, Texas, of the House Agriculture Committe; Chairman Smith, South Carolina, of the Senate Agriculture Committee, Secretary Wallace, Chester Davis, and Seth Thomas, counsel for

Industry Of Carolinas To Retain Scale

Some Textile and Tobacco Leaders Confident NRA Standards To Continue

Charlotte, May 28 .- (AP)-Indications that industries of the two Carolinas would continue to operate as though the United States Caprome the order of cotton production, the Court had not invalidated the IRA were widespread today.

Textile leaders, including Thomas H. Webb, president of the American that the majority senti-