

U. S. COURT RULES AAA PROCESS TAX VOID

Textile Workers Threaten Nationwide Strike Unless Shorter Week Is Provided

35-HOUR WEEK AND \$15 MINIMUM WAGE GORMAN'S DEMAND

Charges Wall Street and Management Conspiring To Get Congress Out of the Way

THINKS ROOSEVELT WILL PREVENT THAT

Troops Called for Duty At Pelzer, S. C., Mill, Where Walk-Out Monday Threatened Trouble; Plant Idle For Day, But May Try To Re-Open Tomorrow

Philadelphia, Pa., July 16.—(AP)—The United Textile Workers of America threaten a general strike of 300,000 workers if Congress adjourns without enacting laws to protect workers.

The strike threat was voiced yesterday by Francis J. Gorman, vice-president of the textile workers, at the annual convention of the American Federation of Hosiery Workers. "Wall Street and management are conspiring to get Congress out of the way so they may rescind wage and hour provisions of the NRA," Gorman declared, adding:

"Our answer to that will be a series of strikes that will reach across the country like a series of prairie fires." Gorman expressed confidence, however, that the Roosevelt administration "will not permit Congress to adjourn and leave the working people at the mercy of the unscrupulous."

He said he believed the textile bill

(Continued on Page Two.)

GREAT BRITAIN TO EXPAND AIR FORCE

London, July 16.—(AP)—Great Britain apportioned more than \$25,000,000 today to maintain its own security by strengthening its air defense as diplomats confront the new Italian mobilization persisted in seeking a peaceful solution of the Italo-Ethiopian dispute.

AGED SHIP CAPTAIN DIES AT BEAUFORT

Beaufort, July 16 (AP)—Macon S. Snowden, for many years master of boats plying Virginia and Carolina waters, died at his home here last night following an attack of angina pectoris.

Among survivors are Ensign Ernest M. Snowden, a son, aboard the U. S. S. West Virginia in the Pacific; Macon F. Snowden, Jr., and his wife, Mrs. Carolina Snowden.

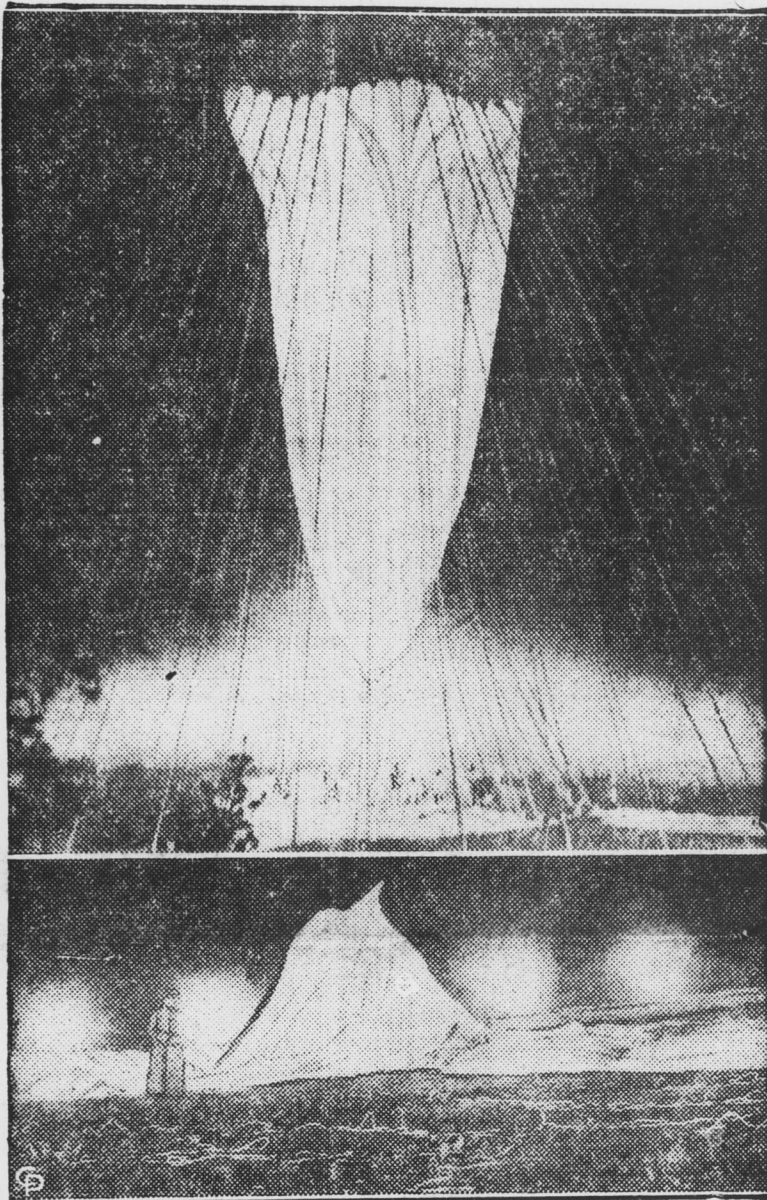
Paralysis Is Further Dwindling

Only Six New Cases for Day; Disease Spreads Into District of Columbia

Raleigh, July 16.—(AP)—There were only six new cases of infantile paralysis in North Carolina reported to the State Board of Health today as the disease continued to show a slight decline in incidence, as compared with reports in the latter part of June.

(Continued on Page Two.)

PROBE STRATOSPHERE FAILURE



Inflation of the 3,700,000-cubic-foot stratosphere balloon at Rapid City, S. D., is pictured above, and its collapse, below, after the balloon had burst, leading to an investigation. National Geographic society sponsors and army air corps officers admitted they were unaware of what caused the balloon to burst. No further stratosphere attempts are planned for this year.

Anti-Jewish Riot Breaks In Berlin

Berlin, July 16 (AP)—Anti-Jewish rioting last night brought a "warning to elements inimical to the state" from the State police today.

It followed demonstrations in Kurfurstendamm boulevard, which lasted until the early hours of the morning, and which the press called "putting a damper on growing Jewish arrogance."

CAMP GUARD SAYS MEN NOT ABUSED

Rape Testifies in Own Behalf in Mecklenburg Prison Accusations

Charlotte, July 16 (AP)—R. C. Rape, one of three former prison camp officials on trial in superior court here on charges of mistreating two Negro convicts, testified today that he never abused the Negroes.

Rape asserted that adequate bed clothing was furnished Woodrow Shropshire and Robert Barnes, and that fires were built three to five times daily in punishment cells where they were confined last winter.

(Continued on Page Eight)

TWO BRITONS DEAD IN AIRPLANE CRASH

London, July 16.—(AP)—Two persons were killed today in the blazing wreckage of an airplane which crashed at the edge of Heston air-drome after a take-off for Spithead for the silver jubilee review of the British fleet.

Autos Kill 76 In State For Month

13 Fewer Than June, 1934; Drownings 27, or Four Less; 22 Suicides

Raleigh, July 16.—(AP)—Automobile accidents took a toll of 76 lives in North Carolina in June, a gain of 13 over the 63 reported in June, 1934, the State Board of Health today reported in its monthly vital statistics summary.

Twenty-seven persons were drowned in the State last month, four fewer than in June, 1934, and the 22 persons committing suicide was a total one less than in the same month last year.

(Continued on Page Three)

U. S. Sailor Held In Jewish Riots Staged in Berlin

Berlin, July 16 (AP)—E. W. Wood, of New York, a midshipman of the U. S. Battleship Wyoming was arrested in the anti-Jewish riots in Kurfurstendamm boulevard last night and spent the night in Jail. He was released today after paying a fine of 50 marks—about \$20.

Several hundred American midshipmen, spending a holiday in Berlin, witnessed the riot.

Wood turned up at his hotel today with a vivid tale of how he was arrested by police after watching a woman knocked down with bare fists.

COURT OF APPEALS HOLDS LEVIES ARE UNCONSTITUTIONAL

Two-to-One Decision In Massachusetts Reverses Ruling by Lower Court Justice

ACTION BROUGHT BY RECEIVERS OF MILL

Seek Recovery of \$81,694 in Processing Taxes Already Paid; \$700,000,000 of Such Taxes at Stake in Supreme Court Decision Which Will Follow

Boston, Mass., July 16.—(AP)—The United States Circuit Court of Appeals ruled today the processing taxes collected under the agricultural adjustment act unconstitutional. The court was divided two to one in its decision.

The decision was handed down in the case of the Hoosac Mills, which challenged the constitutionality of the processing tax, and which appealed to the circuit court from a decision by Federal Judge Elisha H. Brewster.

The Hoosac Mills receivers had asked recovery of \$81,694 paid in taxes under the AAA.

The circuit court took the appeal of the Hoosac receivers under consideration April 23.

Yesterday Judge Brewster hinted that his district court finding might be reversed by the circuit court as he ordered continuation of a temporary injunction preventing collection of processing taxes from four New Bedford mills and a Fall River corporation.

The collection of some \$700,000,000 of processing taxes hinges upon the question of their constitutionality.

The Hoosac Mills suit was one of many brought by textile corporations, who sought recovery of taxes paid on constitutional grounds. The Hoosac suit was chosen by United States attorneys as a test case to be carried to the United States Supreme Court, chiefly because of the initial success of the government in obtaining a favorable decision in the district court.

ISAAC H. HUNT, NOTED S. C. JURIST, PASSES

Newberry, S. C., July 16 (AP)—Isaac Hamilton Hunt, 67 former legislator and special associate justice of the State Supreme Court, died at his home here today after an illness of several months.

He was a member of the South Carolina and American Bar Associations.

BIG ISSUE ONE OF EQUAL TREATMENT

Whether All Teachers Share Alike Is Question As to Pay Increase

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

Raleigh, July 16.—The main question in the teachers' salary controversy raging here is whether the General Assembly intended for every teacher to get an increase of 20 per cent over what he or she got last year, regardless of length of service, amount of training and grade of certification, or whether it intended the lump increase of 20 per cent to be allotted as in the past, according to LeRoy Martin, secretary of the State School Commission. Some are contending that the school commission is trying to hold back some of the salary increases because it announced some weeks ago that the \$20,000,000 a year appropriation would not be sufficient for all of the 23,000 teachers to get a flat salary increase of 20 per cent.

"If the General Assembly had inserted the word 'each' in the appropriations bill and made the law read so that each teacher should receive a salary increase of 20 per cent over last year, regardless of training or length of service, there would still be plenty of money to do that," Martin said. "In fact, we could grant a 20 per cent increase of that sort with

(Continued on Page Two)

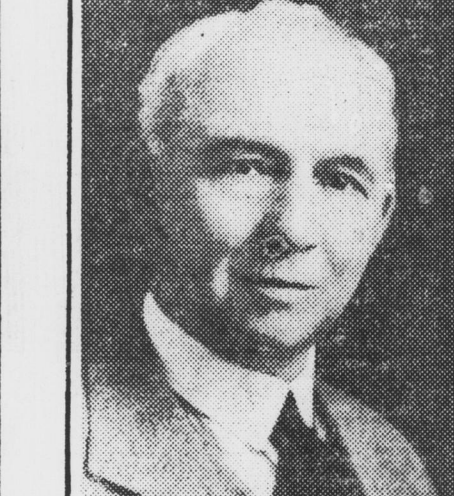
PORT CONTRACT FOR MOREHEAD IS READY

Raleigh, July 16.—(AP)—The formal contract between the Federal Public Works Administration and the Port Commission of Morehead City, under which a Federal loan of \$297,500 and a grant of \$127,500 is to be made available for terminals at Morehead, is scheduled to be sent to Washington tomorrow in completed form.

WEATHER FOR NORTH CAROLINA. Generally fair tonight and Wednesday, preceded by local thundershowers on the coast this afternoon or tonight.

New Deal Seeks To Escape Full Force Of Blow Aimed At AAA Processing Taxes

TO INVESTIGATE ALL LOBBYING



Senator Gibson



Senator Frazier



Senator Schwellenbach



Senator Black



Senator Minton

This is the strongly liberal senate committee appointed by Vice President John N. Garner to conduct an all-inclusive investigation of lobbying. Senator Hugo Black (D) of Alabama, who directed the airmail probe, is chairman. Others on the committee are Senator Sherman Minton (D) of Indiana, Senator Louis Schwellenbach, (D) of Washington, Senator Lynn Frazier (R) of North Dakota, and Senator Ernest Gibson (R) of Vermont.

COMMISSION ISN'T CAUSING SHORTAGE OF SCHOOL MONEY

Legislature to Blame, If Funds Won't Permit of Twenty Percent Increase in Pay

COMMISSION ONLY ALLOTS THE CASH

It Is Merely Clearing House for Administering What Legislature Directs; Dispute in Legislature Over Sufficiency of Money Is Now Recalled.

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

Raleigh, July 16.—If the school appropriation of \$20,031,000 for the next year is not enough to permit every teacher to receive an increase of 20 per cent in his or her salary this year, the fault lies with the General Assembly in failing to appropriate sufficient money for such an increase.

LeRoy Martin, secretary of the State School Commission, said the commission, whose sole duty is to distribute and allot whatever sum of money is appropriated for the schools by the General Assembly, it is pointed out here today. For several days the Raleigh News and Observer has been carrying stories which have been leaving the impression with many people that the State School Commission is attempting to withhold some of the money which the General Assembly

(Continued on Page Two)

Supreme Court To Get Pay Increase

Raleigh, July 16.—(AP)—The State Supreme Court was on record today as holding that the legislature intended for officers and employees of the court to receive salary increases of not less than 20 percent.

The court made known its interpretation of the law as debate continued to center around proposed salary raises for school teachers. LeRoy Martin, executive secretary of the school commission, said the General Assembly had appropriated \$230,527 less than the amount necessary to give teachers a 20 per cent advance, and at the same time to pay the increments accruing from longer experience and higher certification.

ADMINISTRATION IS BIGGEST LOBBYIST

But There Are Four Other Kinds Always Working on Congressmen

By CHARLES P. STEWART
Central Press Staff Writer
Washington, July 16.—Lobbyists, whose activities have been, recently, the subject of so much commotion in Congress, fall into five general classifications.

1. There are lawyer lobbyists, who try to influence the legislators directly.
2. There are publicity lobbyists, who try to influence their representatives and senators.
3. There are society lobbyists, who

(Continued on Page Five.)

FORSYTH NEGROES ARE TO DIE BY GAS

Winston-Salem, July 16 (AP)—Germany Williams and Lawrence Ingles, Negroes, today were sentenced here by Judge J. A. Rousso to die by lethal gas on August 23 after their conviction yesterday for first degree murder. They were found guilty of killing John Cantl, Negro ice man, April 28, during a hold up netting them \$24.

PROMPT APPEAL TO SUPREME COURT IS GOVERNMENT PLAN

Efforts Made in Senate To Pass Legislation To Throw All Litigation Out of Court

ADJOURNMENT SOON BLOCKED IN HOUSE

Movement for End of Session Next Tuesday Given Blow When Motion Is Tabled; Conference on Social Security Legislation Are Near Agreement

Washington, July 16.—(AP)—In Congress and the offices of its best legal minds, the New Deal sought today to ward off a blow aimed at the AAA by the circuit court of appeals at Boston.

The court held the processing taxes which help finance benefit payments to crop reducing farmers were unconstitutional.

Administration officials said they would appeal promptly to the Supreme Court.

Efforts were renewed in the Senate, meanwhile, to pass legislation which would throw all litigation out of court.

The House investigation of lobbying for and against the utility holding company bill again held attention.

A movement for an early adjournment of Congress without action on the Roosevelt tax program received a blow when the House tabled a resolution proposing that the session end next Tuesday. Previously Representative Deen, Democrat, Georgia,

(Continued on Page Three)

BEAUFORT COUNTY'S LIQUOR STORE OPEN

Washington, N. C., July 16 (AP)—Beaufort county's first liquor store was opened here today and by noon 137 customers had purchased \$127.45 worth of liquors.

The store opening was delayed until 10:30 a. m., awaiting the arrival of a Federal license.

MILLIONS WITNESS ECLIPSE OF MOON

(By The Associated Press.)
The moon, totally eclipsed by the earth, shone copper-colored from refracted rays last night, and early today in a celestial spectacle that kept millions of Americans up past bedtime.

The eclipse was the longest visible in this country in 50 years. There will not be another of such length for another half century.

Italy Spurns Any Solution In Ethiopia

No Diplomatic Formula Possible, Rome Paper Says; Ethiopia Presses Defense

Rome, July 16.—(AP)—The authoritative newspaper Giornale d'Italia—which often mirrors the Italian government's views—today said flatly no diplomatic formula for settlement of the Italo-Ethiopian dispute could be found.

"Such formulae," the newspaper said, "are capable only of altering the conditions of the conflict without eliminating its inevitability."

Militarists asserted earlier that the mobilization of two new military di-

(Continued on Page Three)