

WINTER TIGHTENS ITS GRIP UPON NATION

Senate Votes Repeal Cotton, Tobacco, Potato Acts

CROP REGULATIONS REPEAL IS PASSED WITHOUT DISSENT

No Debate Is Had and Vote Comes Minute After Senator Smith Explains His Bill

ROOSEVELT CHECKS BUDGET SITUATION

Spread Between Income and Expenditures Begun By President; New Farm Relief Soil Fertility Bill Before Both Houses; Sillcosis Dispute Talked

Washington, Feb. 4. (AP)—Specialty heading President Roosevelt's request, the Senate today adopted a brief bill repealing the Bankhead cotton control act, the Kerr-Smith tobacco control act and the potato control act.

The House has yet to act. The action was taken without a dissenting vote, and with barely two dozen senators on the floor.

ROOSEVELT CHECKS SPREAD BETWEEN INCOME AND OUTGO

Washington, Feb. 4. (AP)—With New Deal fiscal policy debated increasingly as a campaign issue, President Roosevelt undertook today a fresh check on the spread between spending and tax receipts.

Both branches of Congress had before them a second of the major political questions—farm relief, in the administration bill to protect soil fer-

New York Police And Federal Men May Join Inquiry

Trenton, N. J., Feb. 4 (AP)—The new investigation of the Lindbergh kidnap murder case widened in scope today as Colonel H. Norman Schwartzkopf, State police superintendent, sought the aid of Federal and New York police.

Colonel Schwartzkopf, who has been directed by Governor Hoffman to search for possible accomplices of Bruno Richard Hauptmann, wrote J. Edgar Hoover, chief of the Federal Bureau of Investigation, and New York police authorities, requesting assignment of the same men who worked on the initial phases of the investigation.

Colonel Schwartzkopf, who must make weekly reports to the governor in compliance with the governor's orders, did not reveal the trend of the new moves.

Clashes On Soviet Line Are Serious

The New Jersey legislature rallied to the support of Colonel Schwartzkopf in the fact of unconfirmed reports that Governor Hoffman is considering replacing him.

New Protest Made by Japan as Danger Increases In Far Eastern Area

Tokyo, Feb. 4 (AP)—Authoritative sources said today that another Japanese protest would soon be added to the long series of exchanges between Japan and Soviet Russia over Manchukuoan frontier clashes, but official quarters indicated that the protest would be accompanied by a more conciliatory effort to reach a border agreement.

A storm was growing in Tokyo government circles that the Russo-

Inflationists' Leader



Fifty members of the House who form the "Inflationist" group, elected Rep. Wright Patman (right standing), bonus payment sponsor, to lead their fight for the issuance of new currency. He is shown with Rep. Adolph Sabath of Illinois (seated) as he accepted at Washington. (Central Press)

Flexible Cotton Program Offered By Farm Bureau

Continual Readjustments Held Necessary, as Attention Is Given to Efforts To Hold Part on Foreign Trade As Well as Make Production Profitable

Washington, Feb. 4. (AP)—The Bureau of Agricultural Economics recommended today a flexible cotton control program to facilitate continual readjustments made necessary by variable production from year to year.

The suggestion was part of a 100-page report on world cotton conditions. A preliminary report was issued last April.

"Any long-time cotton production program in the South," the report said, "must take this" (variable production) into account.

No commercial enterprise has been

found, the bureau said, to substitute generally for cotton production in the South.

The bureau offered as a "choice of policy" between two extremes:

- 1. Restricting production to obtain relatively high prices, but yielding a part of his world market to the foreign producer, but finding alternative opportunities for the profits from use of a substantial part of his labor and other production resources.
2. Producing more cotton to hold a

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INCENDIARISM NOW FEARED IN DEATHS

Parker Dam Holocaust May Reveal Crime Behind Burning of Seven

San Bernardino, Cal., Feb. 4 (AP)—Possible incendiarism was considered by officials today as they hunted for additional bodies in the charred ruins of a Parker Dam construction camp dormitory, where at least seven men died in a raging fire yesterday.

Twenty-one of the 140 men housed in the dormitory still were unaccounted for. Four others were near death from burns suffered when fire ravaged the building while they slept. Officials said it was possible a number of the missing men had escaped from the burning building and left camp without notifying those in charge.

The possibility that a disgruntled workman may have fired the building was investigated by Paul Henderson, San Bernardino district attorney's investigator.

OUR WEATHER MAN



FOR NORTH CAROLINA. Cloudy and much colder tonight preceded by rain on north coast; cold wave in west portion; freezing to coast Wednesday; partly cloudy, colder central and east portions.

SAYS STATE WISE ABOUT SOCIAL ACT

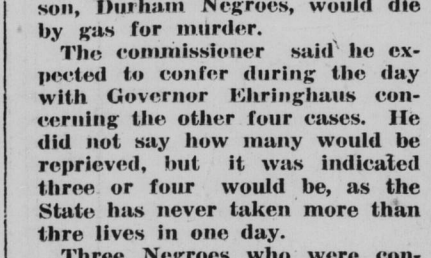
Labor Commissioner Feels Extra Session Would Be in the Dark

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NATIONAL POLITICS IS OVERSHADOWING STATE'S CAMPAIGN

AAA, Processing Taxes, Bonus and Outbursts of Partisan Oratory Grip Interest

HOEY ON THURSDAY TO OPEN CAMPAIGN

Shelby Candidate for Governor To State Definitely His Stand and His Position on Vital Issues Relating to State; May Stick Close To Roosevelt

Daily Dispatch Bureau, In The Sir Walter Hotel, By J. C. BASKERVILLE.

Raleigh, Feb. 4.—The national political situation, especially with regard to the forthcoming campaign for the presidency, has been claiming so much attention both here and over the State generally for the past several weeks that not much has been heard with regard to the campaign for the Democratic nomination for governor here in North Carolina.

The public has been so interested in happenings in Washington or in what has been in process of development to replace the AAA, processing taxes, the soldiers' bonus and other matters of immediate and widespread interest.

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Threat of Strife With Younger Men Faces Republicans

Washington, Feb. 4 (AP)—Republican regulars, confronted by a threat of strife with younger members of the party, welcomed a chance today to concentrate attention on charges that some of the administration's \$4,000,000,000 work relief fund has been used for political purposes.

The Democratic political scene was quiet temporarily pending an address by Chairman Farley of the national committee at a Roosevelt dinner in Miami, Fla., tomorrow night. Whether Farley would renew the attack on the American Liberty League and other critics was unanswered.

The threat of controversy among young Republicans at the party's national convention arose after the election of J. Kenneth Bradley, of Westport, Conn., as chairman of the executive committee of the Young Republican National Federation.

John H. Carton, of Lansing, Mich., declined to make the election of his opponent unanimous. Carton's friends said his stand was based on a feeling that Chairman Fletcher, of the national committee, had picked Bradley for the job.

Allies Paid U. S. Bankers With First Of War Loans

Senate Munitions Probe Is Told They Were Not Supposed To Do That; J. P. Morgan, Whose Banking House Negotiated Allied Loans Here, Present

Washington, Feb. 4 (AP)—The Senate Munitions Committee sought today to show that the Allies overrode Treasury objections and paid off American private bankers with part of the first money they borrowed direct from this government during the World War.

J. P. Morgan, head of the huge banking house, closely followed these efforts. He had surprised the committee by appearing for the reopening of the committee's inquiry, despite word that his presence would not be necessary.

Chuckling that he "didn't want to miss the party," the financier took a front seat and puffed away at his inevitable pipe as testimony began.

It was brought out that Allied nations owed American bankers and investors \$2,262,000,000, most of which was loaned and negotiated largely by J. P. Morgan & Company at the time this country entered the World War. "Wasn't it the understanding," asked

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U. S. AGENTS STRIKE HARD AT VICE MOB

\$12,000,000 Annual Revenue Uncovered in Ring in Three States

New York, Feb. 4. (AP)—Federal agents worked with police of eastern cities today to crush a highly organized vice mob operating in three states, with an estimated annual "take" of \$12,000,000.

The ring, officers said, held 2,900 women as virtual slaves in 200 houses. At an unprecedented late night session of his vice grand jury, special rackets Prosecutor Thomas E. Dewey obtained indictments against eleven alleged "master minds" of the ring, who were held in a total bail of almost \$500,000.

One indictment was returned against Peter Balizar, who was arrested in Philadelphia for extradition and charged with compulsory prostitution. He is alleged to have made \$1,000,000 a year in vice.

Federal agents in Philadelphia also

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Gov. George Earle Endorses Bill on Textile Controls

Washington, Feb. 4. (AP)—Governor George H. Earle, of Pennsylvania, today endorsed the Ellenbogen textile control bill with the assertion his State would not seek to increase employment opportunities at the expense of civic integrity.

His statement, read by Senator Guffey, Democrat, Pennsylvania, to a House sub-committee hearings on the bill, called attention to the importance of Pennsylvania as a textile state.

MUSSOLINI AFRAID OF NEW SANCTIONS

Two Highest Councils In Italy Crisis of Fascist Nation

(By The Associated Press.) Confronted with the fear of further sanctions, Premier Mussolini conferred today with Italy's two highest groups, the Fascist grand council and the supreme defense commission.

The two bodies are to help Il Duce decide the next step in the war in Ethiopia and the manner of fortifying the populace at home against privations due to the shutting off of supplies from League of Nations members.

As for actual battle, there was little reported, although Italy claimed Ethiopians had been defeated at Neghelli and the Ethiopian government was expected to claim an Ethiopian victory.

DOUBTS NEW DEAL BUT SUPPORTS IT

Cleveland Single-Taxer Sees Business Improving for the Present

By CHARLES P. STEWART Central Press Staff Writer

Washington, Feb. 4.—The other day I talked with Peter Witt, a retainer of Tom L. Johnson in the latter's day as mayor of Cleveland and still an apostle of the Single Tax doctrine, of which Henry George was the Mes-

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TWO DROWN WHEN LARGE LAKE NEAR MURPHY GOES OUT

Trail of Death in Floods and Cold Weather Accompanies Weather in the South

MORE HEAVY SNOW FALLS UPON WEST

Great Central Plain States Swept by High Winds; Trains Are Blocked Or Wrecked in Places, With Probable Fatalities; Fog, Ice and Floods Menace

Asheville, Feb. 4 (AP)—Swollen by heavy rains, Midway Lake, near Murphy, burst its earthen dam early today and its waters engulfed the residence of Blaylock Johnson, drowning Mrs. Johnson, about 50, and a son, Dewey, 23.

Johnson, another son, Lawrence, and a small girl who was visiting at the Johnson home, made their way to the safety of high ground as the swirling waters washed away the home.

Midway Lake is a fishing "pond" of several acres, which was formed by damming a small tributary of the Hiwassee river.

A heavy rain storm struck Eastern North Carolina last night, and streams, already high from melting snow, were rapidly nearing flood stage this morning.

The Dalley river rose over the Southern Railway's Asheville-Murphy branch, about ten miles east of Murphy, and also covered the highway. Both were closed and all traffic east from Murphy was halted.

TRAIL OF DEATH FOLLOWS AS WINTER STORMS BREAK

Birmingham, Ala., Feb. 4. (AP)—Heavy winter rains filled dangerous floods into many watersheds of the South today, menacing lives in North Alabama and east Mississippi in the wake of record-breaking snow and cold.

A Southern Railway freight plunged down a 125-foot embankment near Maylene, Ala., trapping two trainmen beneath the locomotive. Members of the crew believed the victims, brakeman J. H. Brown and fireman Frank Kennamer, were killed.

Inundated highways and flooded

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Navy Accord Expected In Short While France and Britain Expected To Ad-just Views on Germany's Admission

London, Feb. 4. (AP)—A British spokesman said today that an adjustment of the divergent views of France and Great Britain on the question of Germany's navy was hoped for within the next three weeks.

Failing such an adjustment, it was said, the international naval conference, in which the United States and Italy, as well as France and Great Britain, are participating, might break up without an agreement.

The British remained adamant today in their demands that Germany must be included as a co-signatory of any naval agreement reached on a basis of naval equality.

The French, on the other hand, was representative as believing that no French government could stand which agreed to permit Germany to enter a conference as naval equals.

It was believed possible that the French delegation might try to delay the decision until after France's spring elections.

Such a move, however, was regarded as likely to have a disastrous effect on the conference, since the representatives of the United States might not agree to such a delay.