

MUSSOLINI PREDICTS COMING OF NEW WAR

Flood Waters Cover Smaller Towns In Kentucky And Ohio

PENNSYLVANIA AND NEW ENGLAND FIND WATERS SUBSIDING

Strict Military Discipline Invoked at Hartford, Conn., to Prevent Looting

FAMILIES IN OHIO RUN TO THE HILLS

Physicians Declare Health Conditions Good in Mud-Caked Towns of East After Floods Pass; Relief Agencies Are Taxed To Their Capacity

(By The Associated Press) Unchecked flood waters of the Ohio river tore through a score of small communities in Kentucky and Ohio today, the last menace of the 13-state disaster that took 181 lives and made thousands homeless.

In New England and Pennsylvania swollen waters gradually subsided, leaving behind a tremendous job of relief and rehabilitation.

While Cincinnati and Portsmouth, Ohio, were battering down against the imminent approach of the Ohio flood crest, Hartford, Conn., went under strict military discipline to prevent looting of its water-torn homes and stores.

Families in western Ohio, as their eastern cousins have done, ran to the hills as the flood approached. Villages after village was submerged, although the crest of about 57 feet was below that of the 1933 Ohio flood.

The grip of the flood eased to a greater degree in Pennsylvania, where

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ROOSEVELT LAUDS "NEIGHBOR" IDEA

Developing National Understanding, He Says at Florida College

Rollins College, Winter Park, Fla., March 23.—(AP)—A "good neighbor" policy was credited today by President Roosevelt as developing "national understanding" among the people in contrast to individual and group domination in an address accepting an honorary degree from Rollins College.

Arriving here early today en route to his annual fishing cruise in southern waters, the President and Mrs.

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Aid Rushed Five Men On Large Plane

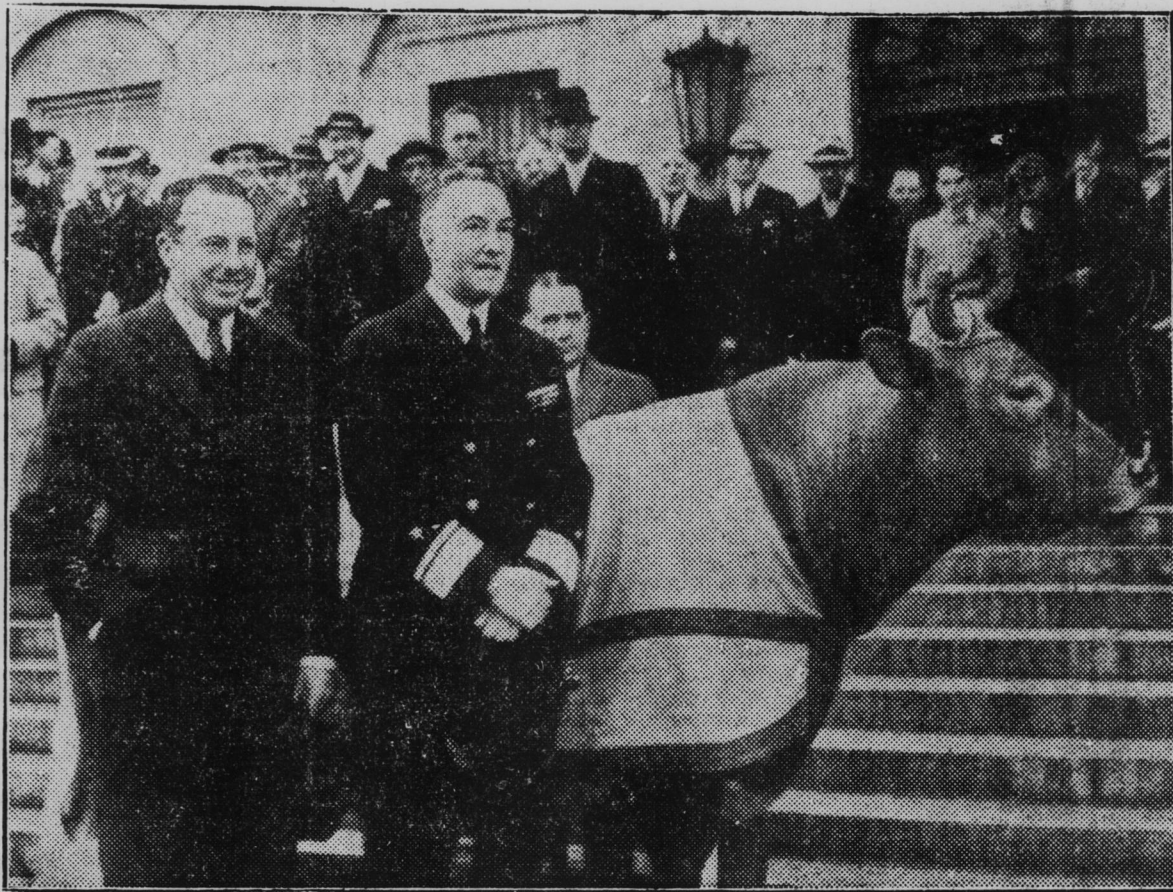
U. S. and Cuba Move by Land, Sea and Air To Rescue Am-bulance Ship

Miami, Fla., March 23 (AP)—By air, sea and land two governments moved swiftly today to rescue five men adrift off Point Maternillos, Cuba, in the United States Coast Guard ambulance plane Arcturus. As the amphibian, unable to rise from the surface because of battering waves, fought to keep clear of land, United States planes and a cutter sped to her rescue and the Cuban government mobilized shore forces.

Coast Guard offices here believed the plane and those aboard were in no immediate danger as long as her motors kept the big ship in calm waters.

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"JUST IMAGINE MEETING YOU HERE!"



When Admiral Richard E. Byrd arrived in Winston-Salem, N. C., on a lecture tour, the first in the welcoming party to catch his eye was "Iceberg," a Guernsey bull born in Little America during the second Byrd expedition to the Antarctic. They are shown in the foreground with Thurmond Chatham, "Iceberg's" owner. The bull's mother, sent by Chatham from his model farm near Elkin, N. C., to supply fresh milk for the expedition, succumbed to the rigors of the Antarctic, but "Iceberg" thrived and came back with the expedition. (Associated Press Photo.)

New Deal Old Age Plan Already Paying Pensions

Manage Campaign of McDonald



WILLIAM LEE LUMPKIN, of Louisburg

LUMPKIN'S CHOICE IS REAL SURPRISE

Once Talked As McDonald Manager, but Not Much So in Recent Months

Daily Dispatch Bureau, In The Sir Walter Hotel, Raleigh, March 23.—Representative Willie Lee Lumpkin, of Louisburg, Franklin county, will be campaign manager for Dr. Ralph W. McDonald, of Winston-Salem, in his race for the Democratic nomination for governor, Dr. McDonald announced today. Lumpkin has served four terms in the General Assembly from Franklin county and in the 1935 was co-leader with McDonald of the anti-sales tax group and of the school forces in the House. He was one of the three candidates for speaker of the 1935 House and since the 1935 session had been considered a strong potential candidate for the Democratic nomination for lieutenant governor until only recently.

Appointment Is Surprise. Although Lumpkin has been mentioned by a few as a possible choice as McDonald's campaign manager, the opinion in most circles here recently had been that Philip Whitley, of Raleigh and Wendell, would be

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Federal Government Is Already Disbursing \$2,000,000 Monthly to the Needy

QUARTER MILLION PEOPLE SHARE IT

\$100,000,000 Annually Will Be Paid Out When All States Come in on Plan; Over Million Persons Will Benefit; Will Lift Relief Burden

Washington, March 23.—(AP)—Social security board figures showed today the New Deal's system of old-age pensions for the needy was rapidly spreading through the nation.

The Federal government is now passing out about \$2,000,000 a month grants to almost a quarter of a million people in 21 states and the District of Columbia.

To Extend Pensions. Plans for extending the pensions to an even larger number in eight additional states are awaiting approval by the board.

These figures indicate that as soon as all states have come into the system the government will be appropriating more than \$100,000,000 annually, matched by equal state funds, for pensions to more than 1,000,000 people over 65 years of age. Federal of-

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G. O. P. Will Seek State Dry Votes

Raleigh, March 23.—(AP)—The platform committee headed by Irvine B. Tucker of Fayetteville, former United States district attorney, tonight will draft recommendations to be laid before the Republican State Convention here tomorrow.

Party leaders expressed the belief that the platform would contain a "bone dry" plank again and possibly demand outright repeal or modification of the State's three percent sales tax.

Senator Frederick E. Steiwer, Republican, Oregon, will make the keynote speech of the State meeting. A. A. Whitener, of Hickory, one-time Republican senatorial candidate, has been designated temporary chairman.

Senate Declines Money for Canal

Washington, March 23.—(AP)—By one vote the Senate refused today to reconsider its action of last week in rejecting the Fletcher proposal to provide \$12,000,000 to continue work on the Florida ship canal.

It defeated 36 to 35 a motion by Senator Truman, Democrat, Missouri, to provide another test on the army bill amendment of Senator Fletcher, Democrat, Florida, providing the fund.

The amendment lost 39 to 34 on the first vote last week after Senator Vandenberg, Republican, Michigan, had conducted a vigorous drive against the project as "economically unsound."

Senator Fletcher replied that failure to supply additional funds meant a slap at President Roosevelt for "making a great mistake in starting the project."

M'DONALD GETTING STRONGER, PUSHING HOEY FOR THE TOP

Graham Put in Third Place by Raleigh Observers, With McRae Far Behind in Fourth

THE PROFESSOR HAS A REAL FOLLOWING

Classroom Teachers for Him, but Hoey Supporters Say They're Following Wil-o-the-Wisp, for McDonald Can Never Deliver on Promises Made

Daily Dispatch Bureau, In The Sir Walter Hotel, Raleigh, March 23.—Dr. Ralph W. McDonald, of Winston-Salem, the youthful ex-college professor who is now a candidate for the Democratic nomination for governor, is getting stronger and is now pushing Clyde R. Hoey, of Shelby, for first place in the campaign for the nomination, an increasing number of observers from various sections of the State believe.

Many of these also agree that Lieutenant Governor A. H. Graham is making good progress and that in many sections the campaign is now a neck and neck race between Hoey, Graham and McDonald. But over the State as a whole, the belief in most circles is that Hoey is now in the lead, with McDonald in second place, Graham in

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Red Cross Aids Flood Victims



Red Cross lorries, in water up to hubcaps, in Wilkes-Barre, Pa., street, ready to aid flood victims.

Constitutionality Tobacco Compacts Being Questioned

Georgia and Kentucky Congressmen Raise Issue in House Agriculture Committee Meeting; Claim State Action Should Be Independent of the Congress

Washington, March 23.—(AP)—Constitutionality of legislation to give congressional consent to interstate compacts for tobacco-growing states was questioned today at a hearing before the House Agriculture Committee.

Representative Cox, Democrat, Georgia, said he was doubtful of the constitutionality of a section in the Kerr bill making it a Federal offense to violate State compact provisions. The measure would provide forfeiture of tobacco shipped from non-compact states to states joining in the com-

"I do not believe Congress has the power to make penal the violation of a State law," Cox said.

Representative Vinson, Democrat, Kentucky, also questioned the provision in the bill affecting interstate shipments of tobacco.

Cox said he did not believe consent of Congress was necessary before State action.

"State action should be independent of Congress," he said. The Georgia congressman said he

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RHINELAND CRISIS MAY END ETHIOPIA

Britain and France May Have Bought Mussolini Away From Hitler

By CHARLES P. STEWART, Central Press Staff Writer

Washington, March 23.—The Rhineland situation is spoken of by diplomats in Washington as having spelled the finish of Haile Selassie however it may develop outside Ethiopia.

Representatives of powers like France and Britain do not admit in so many words that their governments have had to buy Benito Mussolini's support against Germany by abandoning their opposition to his campaign in Africa, but what they say cannot be otherwise than so interpreted.

Until Herr Hitler took something dangerously suggestive of the war-path the League countries were for-

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OUR WEATHER MAN



FOR NORTH CAROLINA. Cloudy, occasional showers Tuesday and in west and central portions tonight; slightly warmer tonight except in extreme southwest portion.

FLOODS EMPHASIZE LACK OF CONTROLS

Indeed Engineers Fear Nothing Can Be Done in Present Danger Zone

By LESLIE EICHEL

Floods at Johnstown, Pa., at Pittsburgh and elsewhere in the watersheds of the Ohio river disclose that nothing has been accomplished in 30 years in guarding against flood disaster in "the most dangerous flood area in America."

It was in 1907-29 years ago—that the "worst flood in history" swept Pittsburgh and it was in 1913 that a more devastating flood swept the lower Ohio and its contributing valleys, causing loss of life and heavy property damage. Downtown Pittsburgh literally was covered in 1907. America's "greatest industrial center" suffered from water as no other large American city had previously.

Now, the same thing occurs. It is true that flood waters from mountain streams, and even larger streams, such as the Monongahela and Allegheny rivers, which meet at Pittsburgh to form the Ohio, cannot be controlled effectively. But it likewise is true that soil protection, forest planting, and readjustment of

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THOS. PARRAN NEW SURGEON-GENERAL

Washington, March 23 (AP)—President Roosevelt today nominated Thomas Parran, of New York, to be surgeon-general of the United States Public Health Service. The term would be four years.

Parran was designated to succeed Surgeon General Hugh S. Cummings, resigned.

ITALIAN CHAMBER AND BIG BUSINESS DONE AWAY WITH

Large Industry Must Labor Exclusively For Armed Forces of Nation, Duce Says

LEAGUE SENDS NEW APPEAL FOR PEACE

Direct Pleas Sent Italy and Ethiopia, and at Same Time Transmits to Mussolini Ethiopia's Protest Against Using Asphyxiating Gas

Rome, March 23 (AP)—Premier Mussolini, predicting the coming of a new war, abolished the Chamber of Deputies and all large private industries in Italy today.

For the Chamber of Deputies he substituted a council of guilds, known as the "Chamber of Fascist and Corporations."

It Duce left only medium and small private industries intact, and said of large private industries:

"We are going toward the period in which these industries x x x will have to labor exclusively or almost so for the armed forces of the nation."

In further explanation of his drastic move, the Italian premier declared it was inconceivable that profits should be made from the manufacture of war materials.

Mussolini executed this broad stroke on the seventeenth anniversary of the founding of his Fascist party after concluding conferences with the government leaders of Austria and Hungary and calling the grand assembly of corporations into session.

"When and how war will come one does not know," he told the national council of the 22 guilds of the corporate state, "but the wheel of fate turns fast."

LEAGUE AGAIN APPEALS FOR PEACE IN ETHIOPIA

London, March 23 (AP)—Committee of 13 of the League of Nations

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"Windfall" Tax May Be 100 Million

Washington, March 23 (AP)—A House Ways and Means sub-committee today agreed to recommend to the full committee a high "windfall" tax to recapture perhaps \$100,000,000 of refunded or unpaid AAA processing levies.

"It is safe to say we are going to recommend the windfall tax," Chairman Samuel B. Hill, Democrat, Washington, told reporters. He added that the sub-committee was working on a report now and expects to complete it Thursday or Friday to permit the full committee to start open hearings next Monday on the President's \$750,000,000 tax program.

The sub-committee has worked out major difficulties arising over the corporate tax and is in tentative agreement on a set of rates. Members are hoping, however, to avoid processing taxes this year.

After consulting with Solicitor General Stanley Reed in a sub-committee working session, Hill said he felt the windfall tax would be legal.

Fighting In Old Mexico Fatal To 27

Discontent Flares in Many Rural Districts Over Socialistic Policies

Mexico City, March 23.—(AP)—At least 27 persons were killed and several scores wounded in various parts of Mexico, reported from the provinces said today, as discontent in rural districts flared over the week-end into open fighting.

Federal reinforcements were rushed to the town of Canacatlan, in the northern central state of Durango,

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