

HOUSE APPROVES HEART OF NEW TAX BILL

FARLEY FORECASTS SPEEDY SCRAPPING 'TWO-THIRDS' RULE

Senator Clark, Missouri, Would Be Chairman of Committee Handling The Proposal

WAGNER MAY WRITE PARTY'S PLATFORM

1936 Platform Will Probably Be Shorter Than One In 1932; John E. Mack, Of Poughkeepsie, Probably Will Nominate Roosevelt, With Each State Seconding It

Washington, April 28—(AP)—James A. Farley, Democratic national chairman, predicted today that the two-thirds rule would be abolished by the 1936 Democratic National Convention at Philadelphia in June.

"My own guess is that the two-thirds rule will be abrogated at this convention," Farley told a press conference. "I haven't seen or heard anything favorable to such a move so far."

While Farley talked with newsmen, there were forecasts in other Democratic quarters that Senator Bennett Clark, Democrat, Missouri, will head the rules committee before which the two-thirds vote question will come.

These sources said Senator Robert Wagner, of New York, is being considered to head the resolutions committee, which will draw up the 1936 platform, but that some House members were also under consideration for the job.

Farley was questioned about the 1936 platform.

"This platform will be as short, if not shorter than the last one," he said.

The pastmaster general said John E. Mack, of Poughkeepsie, N. Y., was a "good guess" to nominate President Roosevelt. He said the nomination probably would be seconded by each of the 48 states.

Farley predicted the re-election of Senator George Norris, Republican independent, in Nebraska, next fall, but denied reports of a plan to throw Democratic support to Senator Couzens, Republican, in Michigan.

TO TURN LIGHT ON BENEFITS OF "AAA"

Washington, April 28.—(AP)—Two agencies of the government, at the behest of the Senate, plunged today into the task of turning the light of publicity on AAA and tariff benefits.

Big Profit Shown For Telephone

Washington, April 28 (AP)—Evidence that the American Telephone and Telegraph Company long distance operations netted \$180,000,000 of profit in excess of a six percent return on investment over a 23-year-period was given today to the Communications Commission.

Testifying at a hearing in the commission's investigation of the big utility, J. A. Krug, a Federal Communications Commission accountant, in-

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Sharp Rate Curtailment By Phone Company Given

Larger Exchanges, Including Henderson, Will Not Get As Big A Slash As Some Others; Proposed Increased Rates in Ten Exchanges Are Cancelled

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

Raleigh, April 28.—The rate reduction announced today by the North Carolina Utilities Commission for the Carolina Telephone and Telegraph Company, with 82 exchanges serving almost 27,000 telephone users in Eastern North Carolina, will save subscribers of this company almost \$75,000 a year, according to Utilities Commissioner Stanley Winborne. It brings the charges of the Carolina Telephone and Telegraph Company down to the same level as the rates ordered by the

Dies In Egypt



King Fuad, Of Egypt, Is Dead At 68

Passing of Monarch May Make Road Harder for Britain in East Africa

Cairo, Egypt, April 28 (AP)—King Fuad of Egypt's 68-year-old friend of the British, died today after a long illness.

It was aggravated over the weekend when a gangrenous condition developed in his throat, preventing him from taking nourishment.

Crown Prince Farouk, 16 years old, and now attending school in England, will come to the throne under a regency until his 18th birthday.

The news came as a shock to the population of Cairo following earlier reports that the monarch had rallied after a better night.

Only this morning the king had called his premier and other officials

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REWARD ON KARPIS IS RAISED TO \$7,000

Washington, April 28.—(AP)—The price on the head of Alvin Karpis, went up to \$7,000 today as the post office inspection service disclosed an under cover search for the man now rated as "public enemy No. 1."

Utilities Commission for the Southern Bell Telephone and Telegraph Company more than a year ago and which the Bell company is still fighting in the courts. Final arguments in the Bell case started in superior court here this morning before Judge G. Vernon Cowper. If this case is decided in favor of the State and against the Bell company, it will mean a saving of more than \$300,000 a year to its subscribers.

"On a percentage basis, the rate re-

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This Picture Cost the Photographer His Life



Ernest Voss, 70-year-old camera-shy prospector, was driving his burros along a road at Morgan Hill, Cal. Dr. Jasper Gattuccio, San Jose dentist and amateur photographer (inset), was driving by in his car. The dentist focused his camera on the picturesque old prospector and took the above photograph. The enraged Voss dashed at the dentist, ran back, snatched a shotgun from his cart, took careful aim and fatally wounded Gattuccio. The old man is held for the slaying. This picture was developed by police who had taken Dr. Gattuccio's camera from his car after the shooting. (Central Press.)

HOEY BEING URGED TO BREAK QUICKLY WITH EHRLINGHAUS

Governor's Persistent Stand Against Extra Session Believed Hurting Shelby Man

EHRINGHAUS MOVES HELPING McDONALD

Most Congressmen Believed for Hoey, but Distressed at His Apparent Closeness to Present Administration; Doughton Embarrassed by Social Act

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

Raleigh, April 28.—Friends of Clyde R. Hoey are urging him to follow the lead of two of the three other candidates for the Democratic nomination for governor in demanding a special session of the General Assembly both because they think a special session is needed and because it would indicate that he is not subservient to the present administration and not tied to the apron strings of Governor J. C. B. Ehringhaus, according to reports heard here today.

Many of his supporters and well-wishers frankly feel that one of the biggest stumbling blocks in Mr. Hoey's path at the present time is the support of Governor Ehringhaus and of a majority of the other State officials, especially since Governor Ehringhaus

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Rail Lines In East To Fight Cuts

Majority Will Join in Court Action To Upset I. C. C. Rate Cut Orders

New York, April 28 (AP)—The majority of eastern railroads will file under protest the lower passenger rates ordered by the Interstate Commerce Commission, but will join in a court test of the constitutionality of the order, it was announced following a meeting of eastern rail presidents today.

The decision reached by the conference applies to practically all roads in the eastern territory excepting the Baltimore and Ohio and the Baltimore and Ohio affiliates, it was explained.

The conference also revealed that certain western and southeastern carriers may participate with the eastern lines in their fight against the commission's order.

Hitler Curbs Business Head As French Bank Plans Fight

(By The Associated Press) Reichsfuehrer Adolf Hitler gave additional powers to his right hand man, General Hermann Wilhelm Goering, today in a move to curb the power of Germany's economic leader, Dr. Hjalmar Schacht.

An official edict announced the Reich air minister and premier of Prussia would assume the post of supreme dictator over all raw material and foreign exchange questions, two of the economic problems pre-

viously supervised by Schacht.

This move was seen in certain quarters as the result of Schacht's criticism of the Nazi ideas and his failure to rally support of industrial leaders.

Financial circles in France reported a plan drawn by the Bank of France to curb any action to reform it by the anticipated left majority in the new parliament.

Rome advices from the northern Italian front in Ethiopia reported the

Fascist army was more than half way on its march from Dessye to Addis Ababa. A minor engagement was fought by soldiers of the motorized Italian column with Ethiopian irregulars, with the native defenders retreating to the hills after a short skirmish.

On the southern front the city of Sasa Baneh was surrounded by the Fascist army, the Rome reports said, and its capture was expected momentarily.

ROOSEVELT SIGNS FOR GA. PRIMARY

Washington, April 28.—(AP)—President Roosevelt today signed the necessary papers for entry into the Georgia Democratic presidential primary.

Senator Russell, Democrat, Georgia, and Marion H. Allen, Roosevelt managers in Georgia, asked the President to place his name formally in the race.

The State Democratic Executive Committee, controlled by Governor Eugene Talmadge, anti-New Dealer named a primary date for early in June, with a stipulation of a \$10,000 fee for the presidential candidates.

"We haven't got all the money yet," Russell said after his White House call, "but I think we will get it all right."

GOVERNOR LIKELY TO REPEAT STAND

Nothing New Expected in His Radio Speech Tonight on Tobacco

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

Raleigh, April 28.—Governor J. C. B. Ehringhaus will make another radio speech tonight in which he will again State his reasons for refusing to call a special session of the General Assembly to enact tobacco control and social security legislation. He is not expected to present any new facts or arguments he has not already presented, either in previous radio

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SIDNEY C. STEGALL IS BADLY BURNED

Norlina Man With Power and Light Company Comes in Contact With High Power Wire

Raleigh, April 28.—(AP)—Sidney C. Stegall, of Norlina, an employee of the Carolina Power & Light Company suffered severe burns about the face and body today when he came in contact with a high voltage wire while working on a pole here. He was rushed to Rex hospital, where he was reported as painfully but not seriously hurt.

OUR WEATHER MAN

FOR NORTH CAROLINA. Partly cloudy and unsettled tonight and Wednesday; slightly warmer in central and extreme northeast portions tonight and in north central portion Wednesday.

FAVORS SYSTEM OF RATES APPLYING TO CORPORATION FUND

Unanimous Vote Favors Leniency of Corporations Ahead, Saddled With Debts

RATE OF LEVY FOR THAT ITEM SLASHED

Another Amendment Intended To Wipe Out \$100,000,000 Lag in Revenue First Year of Bill's Operation; Dividend Year Made Same as Taxable Year

Washington, April 28 (AP)—The House today gave tentative approval to the heart of the new tax bill—a system of rates to apply to corporation incomes, graduated according to proportions of earnings, withheld from distribution to stockholders.

The first change to be voted designed to give more favorable treatment to corporations with deficits was accepted by a viva voce vote with out a single negative vote.

Proposed by Chairman Samuel B. Hill, Democrat, Washington, of the ways and means sub-committee, it would reduce from 22-1/2 to 15 percent the rate corporations would pay on portions of their income needed to meet deficits.

The full committee, just before the House assembled, had authorized Hill to offer the amendment. He was instructed also to submit an amendment intended to wipe out a \$100,000,000

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HOSIERY WORKER IS HELD FOR ASSAULT

Elizabeth City, April 28.—(AP)—Victor Lister, employe of the Avalon hosiery mill when it was closed March 18 after labor difficulties, was put under \$200 bond today on a charge of participating in an attack last Friday night on W. D. Shields, a department supervisor in the Elizabeth City hosiery mill. A hearing was set for Friday in recorder's court.

Roper Asks Business To Aid Worker

Washington, April 28.—(AP)—Secretary Roper today proposed a ten-point program through which he said business can absorb more of the jobless.

The administration spokesman addressed the convention of the Chamber of Commerce of the United States. His speech was regarded by the audience as bearing White House approval.

The commerce secretary said business "should utilize every possible channel of approach that will result in the most effective cooperation between business and government."

Immediately preceding Roper, Harper Sibley, Chamber president, called for a cooperative alliance between government and business to cure the unemployment malady.

Committees To Urge S. C. Tobacco Act

Raleigh, April 28.—(AP)—Two representatives of the State Tobacco Advisory Committee prepared today to go to Columbia to urge passage by the South Carolina legislature of a tobacco compact bill.

The representatives, Claude T. Hall, of Woodstock, and H. P. Foxhall, of Rocky Mount, were appointed at a closed meeting of the advisory committee yesterday.

"If the South Carolina law conforms with that in Virginia and if North Carolina passes a like measure," Hall said, "we can gain control of the 1936 crop."

The advisory committee also urged

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