

## TAX BILL PASSES, GOES TO WHITE HOUSE

### New Dealers In Command As National Convention Heads Prepare For Start Tuesday

#### CONVENTION TO BE UNIT TO NAME FDR, FARLEY FORECASTS

National Chairman Also Declares Two-Thirds Rule Will Be Abrogated This Time

#### THIRD PARTY MOVE GRIPS ATTENTION

Extent to Which Lemke's Candidacy Will Influence Democratic Platform Speculated on by Those Already in Philadelphia; To Pledge Farm Tenant Help

Philadelphia, June 20 (AP)—The Democrats, noted for their scrap and noise at convention time, started their pre-rally week-end today with calm and quiet befitting the traditions of this Quaker city.

The New Dealers appeared to be in complete command. In his most serene manner, James A. Farley, national chairman, said the convention starting next Tuesday will cast all of its 1,100 votes for President Roosevelt's renomination. With equal calm he announced that the convention would substitute majority rule for the long-standing two-thirds requirement for nomination.

None of the handful of party leaders on hand arose to dispute him. Party chieftains watched closely the other developments surrounding the formation of a third party to be headed by Representative Lemke, Republican, North Dakota, inflation crusader, and its endorsement by Father Charles E. Coughlin, head of the Na-

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### Seven Dead In Collapse Of Building

New York, June 20.—(AP)—Four bodies were recovered today from the wreckage of a collapsed Bronx apartment house as two others were discovered in the ruins, bring to seven the known dead.

Police and fire squads searched for five others believed buried in the debris. Eleven workmen were in a hospital, one in a serious condition. The bodies of three workmen were unearthed this morning as another portion of the second floor collapsed.

More than a score of men were working in the unfinished seven-story structure when the center wing fell in yesterday afternoon, piling wreckage from the basement to the third floor.

Walls of the building were pulled down to make it safer for the searchers to hunt for bodies.

### State Debts Cut Near \$86,000,000 Since 1929 Peaks

Daily Dispatch Bureau, In The Sir Walter Hotel, By J. C. BASKERVILLE  
Raleigh, June 20.—North Carolina is far out in front of the other states in the way it has been paying off its state and county indebtedness and the financial and bond centers are setting up and taking notice. Gurney P. Hood, commissioner of banks, pointed out today, for, in spite of the depression, low prices, short crops and the assumption of additional functions by the State, such as the maintenance of both the public schools and the county roads, North Carolina has paid off almost \$86,000,000 of its State

#### GENERALISSIMO OF CONVENTION



JAMES A. FARLEY  
Chairman of the national Democratic committee

### CASH BALANCE OF STATE \$20,460,407

#### Revenue at Present Rate for Fiscal Year Exceeds Expenditures

Raleigh, June 20.—(AP)—North Carolina had a cash balance of \$20,460,407.42, including \$209,883.12 on which warrants had been drawn and not cashed, on May 31, the auditor's and treasurer's monthly statement showed today. The general fund had a balance of \$1,972,427.11, with May receipts of \$2,062,448.48 and expenditures of \$3,068,708.48. The fund started the fiscal year with an overdraft of \$2,310,497.25. Receipts aggregated \$36,995,763.26 for eleven months and expenditures were \$32,712,838.90.

The highway fund had a balance of \$14,623,835.37, with May receipts of \$2,348,888.24, and expenditures of \$2,201,608.66. The fund had a balance of \$9,651,517.25 to start the fiscal year. Receipts had totaled \$29,151,966.74 and disbursements \$24,179,648.72.

and local indebtedness since 1929, Hood said. The total reduction would have been about \$96,000,000 but for the fact that within the last year or so a good many counties and towns have issued about \$10,000,000 in bonds to match PWA grants for new school buildings and other needed public improvements. "While most of us here in North Carolina are still inclined to look at the unpaid portion of the State debt and subdivision debts and be blinded by these amounts, financial centers

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### M'DONALD SPEECH AGAINST HOEY HAS AROUSED WORKERS

Attack on Hoey, Gardner and Ehringhaus May React Strongly Against The Speaker

#### FIRST TIME NAMED IN PUBLIC ADDRESS

But There Is Nothing New in Them, in That Charges Had Been Passed by Word of Mouth by McDonald Supporters Since Campaign Started

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

Raleigh, June 20.—The speech by Dr. Ralph W. McDonald, in which he bitterly assailed Clyde R. Hoey, his opponent for governor in the second primary, and charged that Mr. Hoey and his supporters "literally scooped the gutters for scurrilous propaganda which they spread over the State," and that "no lie was too low or too utterly absurd for these henchmen of Mr. Hoey's" to spread, has succeeded in doing one thing, at least, it is agreed here. It has succeeded in getting the Hoey supporters and workers thoroughly mad and aroused. Many who before this speech were merely passive supporters of Mr. Hoey are now working for him openly and aggressively. There is also a different atmosphere in the Hoey headquarters here. The Hoey managers are frank to say they think this speech by McDonald has done more to jerk the Hoey supporters out of the lethargy than they were in and get them thoroughly aroused than anything that has happened so far in the second primary campaign.

Resent Attacks "The people of North Carolina know Clyde Hoey too well to believe the charges made against his character by Dr. McDonald and they have been quick to resent these charges," Hubert Olive, campaign manager for Mr. Hoey, said today. "The straight-thinking, upstanding people of North Carolina who have known Mr. Hoey for 40 years are being stirred with righteous indignation as never before. They will give their answer to Dr. McDonald at the ballot boxes on July 4 that will leave no doubt as to how they stand."

Boost for Hoey Friends of both former Governor O. Max Gardner and Governor J. C. B. Ehringhaus, while indignant at the charges made by Dr. McDonald, are also convinced that this speech will react in favor of Mr. Hoey rather

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### STATE INDUSTRIES KEEP SHORT WEEK

#### Very Few Have Exceeded 40-Hour Work Period Since Lapse of NRA

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

Raleigh, June 20.—Most of the 1-358 industrial establishments in the State which the State Department of Labor has recently checked, are continuing to observe the 40-hour week work schedule for their employees, just as they did when the NRA was in effect, Commissioner of Labor A. L. Fletcher pointed out today. Some manufacturing concerns have increased the weekly working hours, of course, but few of these exceed 55 hours a week, while most of them have not gone beyond 48 hours, figures obtained from an recent survey show. A very few industries have reported working hours in excess of 55 hours a week, but none of these employ women. The State law prohibits the working of women in any indus-

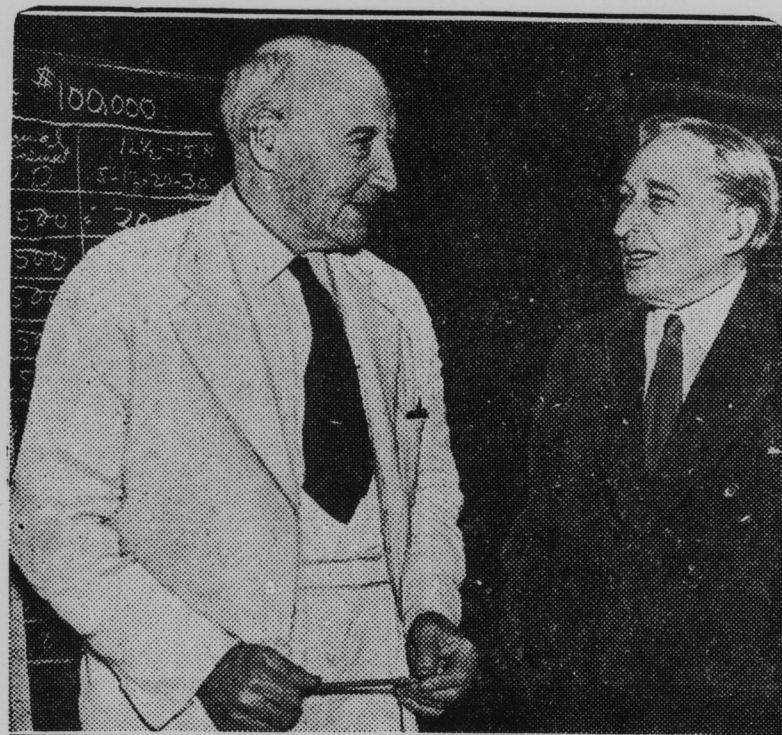
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#### OUR WEATHER MAN



FOR NORTH CAROLINA. Partly cloudy and somewhat unsettled tonight and Sunday; possibly scattered showers in extreme west and north central portions Sunday.

### Arguing the Big Tax Bill



Representative Robert L. Doughton of North Carolina (left), chairman of the House Ways and Means Committee, is discussing the important administration tax bill with Senator William H. King. The picture was taken just before the legislators joined the House and Senate conferees. Look at those figures on the blackboard! (Central Press)

### Cotton Spinning Above Last Year

Washington, June 20.—(AP)—The cotton spinning industry was reported today by the Census Bureau to have operated during May at 105.2 percent capacity on a single shift basis, compared with 110.9 percent during April this year, and 83.4 percent during May last year.

### OLD LINERS STUDY THIRD PARTY MOVE

#### Lemke Backed by Father Coughlin in Extremely Liberal Program

Washington, June 20.—(AP)—Confronted at last with a third party presidential candidate in the person of Representative William Lemke, of North Dakota, major party leaders sought today to figure how many votes he will garner, and from what camp he will draw most support. "Waving aloft the standard of a new group—the Union Party of the United States—the 57-year-old North Dakotan last night struck at Republicans and Democrats alike. He declared he had 'accepted a challenge of the reactionary elements of both.'"

First to mount the 15-point platform of Lemke was Father Charles E. Coughlin Detroit radio priest. A few hours after the Lemke announcement, Father Coughlin, in a New York broadcast, called upon his National Union for Social Justice to follow Lemke. The priest gave full approval to the platform of the new party.

Declaring the issue to be "slavery—economic slavery," Lemke outlined his platform. It set forth that Congress alone shall coin and issue the currency and regulate money values. Congress also would refinance farm and home mortgages.

Plans to assure living wages, "a reasonable and decent security for the aged," "adequate and perfect defense" and smashing of "monopolies" also were included. The priest gave full approval to the platform of the new party.

### Industry Gains New High Peak

New York, June 20.—(AP)—The march of industry toward normal activity pushed into higher ground this week, reaching heights that were evacuated in the summer of 1930, and have remained untouched since that time.

The Associated Press index of industrial activity today was 90.9 of the 1929-30 average, compared with 90.3 last week, and 73.6 in the same period a year ago.

Electric power output for the week was the second largest ever reported, surpassed only by last December's record peak.

Automobile production improved contra-seasonally. Cotton manufacturing moved up a notch, mills reporting good wholesale and retail demand.

### Crops Fast Recovering After Rain

#### Parker Says Estimates of \$50,000,000 Drought Damage in State Are Fading

Raleigh, June 20.—(AP)—Frank Parker, Federal-State crop statistician said today rains general over most of central and eastern North Carolina since June 10 had caused "very fine recovery of crops, which had suffered seriously from drought."

After a trip into the Piedmont section this week, and from reports on conditions in the east, Parker said he thought the drought had definitely been broken, except in scattered areas.

"Stands of some crops were weak, but re-planting of corn is under way," Parker said. "Cotton and tobacco are coming out nicely. Late corn is doing well. Pastures are recovering rapidly. Estimates of \$50,000,000 drought damage in the State, in my opinion, are fading fast."

Lee A. Denson, in charge of the Weather Bureau here, said rain had relieved dry conditions throughout practically the entire eastern part of the State.

### Man and Wife Are Saved From Window Ledge And Flames

Norton, Va., June 20 (AP)—Trapped on the sixth floor of the Norton hotel by a fire which gutted that floor, a married couple today hung by their fingers to window ledges until firemen reached up from fifth floor windows and pulled them to safety.

Other occupants of the hotel escaped down stairways. A horrified crowd watched while the couple, Mr. and Mrs. Cascel Elliott, climbed out on a window ledge and hung down away from the flames in their room.

Firemen raced up the stairways of the hotel to windows below the endangered pair and hauled them to safety.

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### WAY IS PAVED FOR FINAL ADJOURNMENT FOR THIS SESSION

Senate Passes Revolutionary Tax Measure After Bitter Attacks, By Vote 42 to 29

#### SHIP SUBSIDY BILL REMOVES A BARRIER

House Accepts Senate Amendment to End Senate Filibuster Against Treasury - Post Office Supply Bill; House Passed Tax Bill at Night Session

Washington, June 20 (AP)—Congress sent the controversial tax bill to the White House today and pushed wearily but eagerly toward final adjournment tonight of the 74th Congress.

Senate approval of the compromise revenue measure revolutionizing the existing corporate tax structure, completed the administration's legislative program. The vote was 42 to 29.

Prior to the tax ballot, the other major barrier to adjournment had been swept away when the House agreed to the Senate's ship subsidy bill. This broke the Senate filibuster against the Treasury-Post Office appropriation bill, and that vital billion dollar supply measure was passed.

A motion to take up the Guffey-Vinson price-fixing substitute for the outlawed Guffey control bill still was pending in the Senate, but leaders were prepared to let it die.

Rarely has a congressional wind-up been so calm. The fireworks and the fast parliamentary maneuvering were last night. Congressmen today were anxious to go home, even at the cost of sacrificing pet legislation.

Senator Byrd, Democrat, Virginia, led a bitter but futile last-minute assault on the tax plan. He condemned it as a "mongrey" hybrid compromise," but many other senators appeared only half listening. Administration senators hardly bothered to defend the measure.

Democratic congressmen, anxious to get away to Philadelphia for next week's national convention, began the rush to the trains even before the final adjournment was voted.

### HURRIEDLY DRAFTED RULES OF PROCEDURE GETS SPEED

Washington, June 20.—(AP)—A hurriedly drafted special rule, designed to secure House approval of the

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### Subsidy Of U.S. Marine Is Enacted

Washington, June 20 (AP)—Congressional action was completed today on legislation to enlarge the American merchant marine through direct government subsidies.

Senate acceptance of a minor House amendment sent the measure to the White House for President Roosevelt's signature.

House approval of the outright ship construction and operation subsidies earlier in the day had removed the threat of a Senate filibuster to force such action.

Along with the new ship subsidy

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### Roosevelt Signs Chain Store Bill To Aid Little Man

Washington, June 20.—(AP)—President Roosevelt dipped into a batch of 150 last-minute bills today and signed one intended to protect the independent merchant from price advantages allowed large competitors.

The measure, known as the Robinson-Patman chain store bill, would tighten the anti-trust laws to prevent unfair price discriminations through allowances of fake discounts and rebates for services not actually performed.

The Federal Trade Commission would be authorized to determine the point beyond which discounts for quantity purchases could not go. The commission would be directed to prohibit discounts for purchases so large that competitors would be unable to match them, thus tending to create monopoly.

It embraces the Borah-Van Nuys amendment which would enable persons who believe they have been discriminated against to seek action in Federal courts.

Six other bills were approved by the President in the forenoon.