

POST OFFICE JOB HERE NEAR \$100,000

BIDS ARE OPENED BY U. S. TREASURY FOR LOCAL OFFICE

Cress Engineering Corporation Offers \$87,000 as Low Bid on Henderson Project

240 DAYS ALLOTTED TO COMPLETE WORK

Bids Now Go to Treasury Department's Board of Awards for Consideration; High Bid on Job Is \$112,308; \$3,000 Additional for New Copper Roof

Washington, July 1 (AP)—The Cress Engineering Corporation submitted an apparent low bid of \$87,000 to the Treasury today for enlarging and remodeling the post office at Henderson, N. C.

Four other contractors submitted proposals for the work, which under the specifications is to be completed in 240 days after award of the contract. The bids now go to the Treasury's board of awards for consideration.

Other bidders for the Henderson project were: J. A. Jones Construction Company, of Charlotte, N. C., \$93,200; James I. Barnes, of Logansport, Ind., \$94,650; W. F. Martens, of Newport News, Va., \$107,400, and Jeffress-Dyer Company, of Washington, D. C., \$112,308.

The Cress company's bid called for an additional \$3,000 if a new copper roof is included as provided under alternate specifications.

Zioncheck Is On Train For Western Home

Chicago, July 1.—(AP)—Bound from an air liner to a detective squad car and finally to a train, Washington's fun-loving rover, Representative Marion A. Zioncheck, sped toward Seattle today to campaign for reelection.

All was orderly during the visiting congressman's six-hour stay in Chicago—until he was ordered out of a passenger plane. Then all was confusion—a writer of indignant statements, hurried telephone calls, double time action.

F. J. Bixler, traffic agent for the air line, said Zioncheck had been refused passage because he had not purchased tickets in advance, and because the plane had a capacity load when he arrived at the Municipal airport.

"I must admit we were afraid to take him up," Bixler admitted. "We are very careful not to endanger the lives of our passengers. We told him to get off."

The legislator left on the Milwaukee railroad's Olympian promptly at 12:15 a. m., eastern standard time.

Vote Saturday Will Likely Be Greater Than Expected

Some Observers Now Think 400,000 May Cast Ballots, and Hoey Get 75,000 Majority Out of That Figure; Betting on Hoey Now Three-to-One

One of the largest votes ever cast in a second primary is expected Saturday in the run-off primary between Clyde R. Hoey and Ralph W. McDonald for the Democratic nomination for governor, between W. P. Horton and Paul D. Grady for lieutenant governor and between Thad Eure and Stacey W. Wade for secretary of state. Many observers here now believe that 400,000 votes will be cast in this primary, although two weeks ago most estimates were that the total vote in the run-off would not exceed 350,000.

One reason for the belief that the vote will amount to 400,000 is that both the Hoey and McDonald forces are going to leave no stone unturned

Boy, 7, Sees His Mother Slain



While he looked on too terrified to scream, 7-year-old James Castle of Chicago, saw a man climb through window from a fire escape and beat his mother, Mrs. Florence Castle, 25, to death. The intruder then ransacked the room and fled, after scrawling the words "Black Legion Game" on the mirror with the slain woman's lipstick.

Preacher, Merchant, Three Women Named In Flogging

MCDONALD DENIES LIQUOR MONEY AID

Says He Neither Asked Nor Received Donations from Distillers

Chicago, July 1.—(AP)—Dr. Ralph W. McDonald, who is opposing Clyde R. Hoey for the Democratic nomination for governor in the second primary next Saturday, July 4, today denied that either he or any of his managers had sought any campaign contributions from any of the liquor interests either in the first or second campaign or that they had received any contributions from any of the whisky manufacturers. Dr. McDonald did say that during the first primary he had been approached by a representative of a liquor manufacturer who offered him a good sized campaign contribution if he would come out in favor of State liquor control and State-operated liquor stores instead of county and county stores, but that the offer was refused because he preferred the county option, county control system.

"Any one who says that either I or any of my managers or any one connected with my campaign headquarters has sought or received any campaign contributions from any of the liquor manufacturers, is telling a deliberate falsehood," McDonald said. "I understand the report has been circulated that some one representing me went to Washington early in the second primary campaign in order to try to get a campaign fund donation from some of the liquor manufacturers."

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Sworn Statement Obtained From One Familiar With Operations Given Much Detail

COLUMBUS GROUP ARE "VIGILANTES"

Slogan Was "To Change or Kill" in Ridding Beaver Dam Section of People They Did Not Like; 11 Men Participated in First Whipping Given

Wilmington, July 1.—(AP)—The Star-News said today it had obtained a sworn statement naming a preacher, a merchant and three women as leaders of a hooded band of night riders accused of flogging a number of Columbus county women and men in the last few months.

The paper says its informant was connected with an assault trial at Whiteville last week, in the course of which the alleged beatings became known publicly for the first time.

Solicitor J. J. Burney, was shown the statement, but withheld comment pending further questioning of the informant.

This man was quoted by the Star-News as saying the night riders called themselves the "Vigilantes," and operating with a slogan "to change or kill," set out to rid the Beaver Dam community of persons they considered "undesirables."

The statement said seven women were listed for lashings.

The maker of the affidavit was quoted as saying persons singled out for attention by the "Vigilantes" were first sent letters advising them to leave the community.

Eleven men participated in the first whipping, the statement said. Two men and two women were named as the victims. They were said to have been "on a party" at the time.

"They had been warned five or six times," the statement added.

Twelve persons were known dead and six others swept to almost certain death down the wild Guadalupe river today as cloudbursts fed rivers and creeks over a wide area of south Texas.

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Gov. Lehman Move Opens Arguments

G. O. P. Head Says Roosevelt Will Be Defeated Despite Governorship

Washington, July 1.—(AP)—Diametrically opposite predictions to the result of November's ballot sprang today from Governor Herbert H. Lehman's decision to heed President Roosevelt's urging and seek reelection in New York State.

John D. Hamilton, Republican national chairman, declared President Roosevelt would be defeated "no matter whom they get to run for governor in Republican states."

Earlier Democratic Chairman James A. Farley had said that the Roosevelt-Lehman ticket would carry New York State by greater majorities this year than they did in 1932.

With the Lehman decision made after some weeks of speculation, political guessing today centered on the question whether Chairman Farley is planning to resign as postmaster general. No answer to the question would be forthcoming, it appeared, until tomorrow at the earliest.

As party leaders laid the groundwork for the heated campaign just

MERCHANTS SAVED \$300,000 IN RATES

Utilities Commission Refuses Extension of Higher Schedules

Raleigh, July 1.—Merchants and wholesalers in North Carolina who pay the freight on goods they buy and sell will save approximately \$300,000 a year as a result of the order issued by the State Utilities Commission today in which it refused the request of the stream railroads operating in the State to extend the emergency rates which have been in effect up until midnight last night.

The railroads had asked that the State Utilities Commission extend the em-

OUR WEATHER MAN

FOR NORTH CAROLINA. Partly cloudy, with local showers Thursday and in the mountains tonight. 75-84

Wholesale Resignations In League Of Nations Rumored As Result Of Ethiopia War

REVENUE OF STATE SETS NEW PEAK IN YEAR JUST CLOSED

Total of \$55,930,696 In Tax Revenues Is Gain Over \$5,000,000, or 11.2 Percent

GENERAL FUND AND HIGHWAY INCOME UP

"Very Satisfactory Year," Is Maxwell's Comment on Condition of State Finances; Highway Income Mounts Despite Cut in Licenses, Due to Increases

Raleigh, July 1.—(AP)—The State of North Carolina collected \$55,930,696.11 in tax revenues during the fiscal year which closed yesterday, a new high record.

A. J. Maxwell, State revenue commissioner, revealed the figures today, showing general fund receipts of \$28,743,757.78, a gain of \$4,617,765.17, or 19.14 percent, above 1934-35, and highway fund income of \$27,187,211.63, a gain of \$1,015,951, or 3.88 percent, over the preceding year.

In 1934-35 State tax revenues totalled \$50,297,253.07, making those of the year which ended yesterday a new record by 11.20 percent.

Maxwell said "from the standpoint of revenue collections, we are closing a very satisfactory year." He noted the general fund receipts exceeded estimates by \$445,957, or 1.5 percent.

In the highway fund, he said collections were "especially gratifying" as more than half of the estimated reduction in receipts from automobile license plates due to reduce rates was made up by increased registrations.

Cross gasoline taxes increased \$1,509,296, he noted.

Each division of general fund revenue showed an increase for 1935-36 over 1934-35. The three percent sales tax yielded \$10,184,301.57, compared with 7,657,498.16, due to its extension to cover essential food items not taxed in 1934-35.

McDonald Schedules Revamped

Raleigh, July 1 (AP)—Dr. Ralph W. McDonald, of Winston-Salem, announced more changes in his final speaking schedule as he attempted to get in as many talks as possible before the Democratic gubernatorial campaign winds up Friday night.

Clyde R. Hoey, of Shelby, who led McDonald in the first primary, June 6, said his schedule stood, with talks at Wilmington tonight, over radio from Raleigh at 7 o'clock tomorrow night, and at Greensboro Friday night.

McDonald shifted to visit Salisbury early tonight, and Kannapolis later in the evening. He was trying to work in a talk at High Point late tomorrow afternoon before night speeches at Greensboro and Thomasville. Another shift back to original plans calls for McDonald to close his speaking at home at Winston-Salem Friday night. He will make a radio speech from Greensboro tomorrow night at 10 o'clock.

Hoey headquarters announced that Dr. J. Y. Joyner, of Friday night, would make a radio talk for Hoey tomorrow at 12:30 from Raleigh, with Mrs. T. W. Bickett, widow of a former governor; R. N. Simms, of Raleigh, and Hubert E. Olive, Hoey's State manager, making radio talks for him at Raleigh, starting at 10 o'clock Friday night.

With the balloting only three days off, the opposing gubernatorial candidates continue their optimistic claims of victory.

Olive predicted his candidate would "win by the greatest majority ever given in a Democratic primary," while McDonald forecast his nomination by the "free Democrats of the rank and file, who will decree a change in the policies and personnel of the State government."

Navy Spy Suspect In Court



Harry Thomas Thompson, 30-year-old former yeoman of the U. S. navy, is pictured in court at Los Angeles where he appeared to answer charges of espionage. Thompson has been serving a sixty-day sentence in jail for illegally wearing a sailor's uniform.

BUS CRASHES AT NATURAL BRIDGE

Five Dead, 20 Hurt as Vehicle Barely Misses 215-Foot Gorge

Natural Bridge, Va., July 1 (AP)—A passenger bus, careening out of control atop of Virginia's famous Natural Bridge, crashed into a bank early today, killing five and injuring 20.

The bus was driven into the bank by the driver to save the skidding vehicle from plunging over the brink of the 215-foot gorge. The bus rolled over and stopped within only a few feet of the edge.

When the bus got out of control, J. J. Olderson, of Roanoke, the driver

Powerful Third Party May Have Come Had Huey Lived

But Opposition Now Is Too Divided and Each Jealous of Other; Democrats Much Concerned; Democratic Platform Best Since Civil War

By CHARLES P. STEWART, Central Press Staff Writer Philadelphia, July 1.—A formidable third party movement perhaps (or even probably) might have developed this year if Senator Huey P. Long had lived.

It would not have elected its candidate, but it would have jeopardized President Roosevelt's re-election, for it certainly would have drawn much more heavily from his voting strength than from Governor Landon's. President Roosevelt assuredly must have a 100 per cent solid south to win. The late Kingfish unquestionably could have swung Louisiana to a third ticket, and possibly two or three additional southern states. It is doubtful that the New Deal's standard bearer could have stood these defections.

However, Dr. Francis E. Townsend, Father Charles E. Coughlin and the Rev. Gerald K. Smith cannot do what Huey could have done.

ITALY'S CONQUEST CANNOT BE UPHELD, CAPT. EDEN STATES

Says, However, Sanctions Have Failed and Only Military Action Can Succeed Now

CALLS FOR MUTUAL ASSISTANCE PACTS

Small Powers, Disillusioned at League's Failure To Protect Ethiopia, See Little Benefit for Their Safety in Staying in; France for Joint Action

Geneva, July 1.—(AP)—Warnings of wholesale resignations from the League of Nations because of its admitted failure to solve the Italo-Ethiopian conflict were heard in Geneva today.

The delegate of Panama told the League Assembly there was a "strong current of opinion favoring the withdrawal of all Latin-American states."

The foreign ministers of Denmark, Finland, Norway, Sweden, The Netherlands, Spain and Switzerland announced there were doubts in their nations as to "whether the conditions in which the assumed (League) obligations" still maintained.

Premier Leon Blum of France indicated to the Assembly that France will not recognize Italy's annexation of Ethiopia.

Blum said France was dedicated to the search for peace and consequently had not resorted to arms when Germany put troops into the Rhineland. However, he gave notice: "France preferred the peace procedure, but things would be different if any one dared attack France on her own soil."

Blum condemned any attempt to weaken the League covenant and said the League had failed in the Italo-Ethiopian conflict because its intervention was tardy and inadequate.

"France pledges her word she would help make collective security, a reality," Blum said.

Many delegates threatened to desert Geneva as a result of demonstrations yesterday against Emperor Haile Selassie, for which eight Italian newspaper men were charged with "creating a scandal."

ITALY PROTESTS ARREST OF ROYAL NEWSPAPER MEN

Rome, July 1.—(AP)—The Italian government today ordered a protest to Switzerland against the arrest at Geneva yesterday of eight Italian newspaper men who hissed Emperor Haile Selassie of Ethiopia in the League of Nations Assembly.

EDEN TELLS LEAGUE NOT TO RECOGNIZE CONQUEST

Geneva, July 1.—(AP)—Anthony Eden, British foreign secretary, today

declared that Britain would not recognize Italy's conquest of Ethiopia. He said that Britain would continue to support the League of Nations and would not recognize Italy's annexation of Ethiopia.

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