TWENTY-FOURTH YEAR

Inaugural Marks Start of

Second Century Under

Rule of Governor

Picked by People

Rank Upon Rank of Uni-

formed Members of Na-

tional Guard Greet Retir-

ing Executive at Mansion:

Great Throng Fills Audi-

The full text of Governor Hoey's

Raleigh, Jan. 7 (AP)-Clyde

Roark Hoey, of Shelby, became

North Carolina's 31st governor

elected by the people at 12:48

Chief Justice W. P. Stacy, of

the State Supreme Court, ad-

Ehringhaus Content

Governor Ehringnaus, in presenting

"In the comfort and satisfaction of

a hard journey's end, in the con-sicence of a never-flagging effort to

do the right as I have seen it, in love

for my State and conviction that she

has chosen a capable captain for the voyage ahead, I pridefully present for

oath of office to her General Assem-

bly and her people, the governor-elect of North Carolina."

Raleigh, Jan. 7 (AP)—Amid

the traditional pageantry and

fanfare associated with the

quadrennial ceremonies, Clyde

Roark Hoey of Shelby, 59-year-

o'clock this afternoon.

ministered the oath.

Hoey, said:

inaugural address will be found on

page three of this issue of the

torium for Exercises

Daily Dispatch

**GIVEN EHRINGHAUS** 

MILITARY SALUTE

## HOEY BECOMES GOVERNOR

Motor Strikes Spread As Peace Was Thought Near

## WORKERS ACCEPT MOST OF TERMS OF

Union Accepts All But One of Conditions Submitted by General Motors Company

SITDOWN STRIKERS REFUSE TO LEAVE

Labor Department Conciliator and Governor Murphy Visit Corporation's Offices: Negotiations Launched in California To End Sea Strik e

(By The Associated Press.) Strikes and shutdowns in the autemobile industry spread in five more plants today shortly after Governor Frank Murphy, of Michigan, in a statement, said prospects looked good for opening direct negotiations for settling the General Motors controversy.

abor trouble drew nearer the Ford Motor Company, when a "sitdown strike began in two depart ments of the Briggs Body plant at Detroit. The plant employes 2,500 and supplies bodies for the Lincoln division of Ford. A similar strike developed in one

department of the local unit of the Murray Body Company at Detroit. Possibility of the General Motors strike affecting more than 70,000 workers at the end of the week developed with announcement by Chev rolet that operations would be su pended by Friday night at its plants in Saginaw and Bay City, Mich.

Detroit, Jan. 7 .- (AP)-James F.

Continued on Page Two.)

U.S. Agents Are Killed DUTCH PRINCESS IS In Wrecks

S AGENTS .... cmfwyp Smithfield, Jan. 7.—(AP)—L. A. U S AGENTS Highsmith, 47, customs collector at Wilmington, and William Butler, 43, of the Federal alcohol tax unit, also of Wilmington died instantly today as their automobile struck a bridge abutment near

The crash occurred at Holt's Lake, southwest of here, on the Dunn highway.

Sheriff's officers said it was impossible to tell which one was

BUNN MAN IS KILLED AS

Dedd, of Bunn, was killed, and M. J. cident near Zebulon late last night. Officers today had not acertained y R. E. McBrayer, of Raleigh, who lands."

## Three Bills **ToBePassed Immediately**

Will Extend Powers of President Over Money and Stabilization Needs

Washington, Jan. 7 (AP)-Congressional and administration chieftains charted plans today to push three bills through Congress this month extending for two years and a half the monetary and stabilization powers of the Treasury and the life of the Reconstruction Finance Corporation. er to issue Federal Reserve notes The extensions will include also pow

(Continued on Page Four.)

## Italo-German Reply Advises Britain Of Other Nations' Aid

Answer To Request To Ban Volunteers for Spanish Rebels Reminds That Other Countries Are Sending Aid to Socialist Armies in Civil War

(By The Associated Press.) Germany and Italy, the Fascist powers of Europe, answered French and British pleas that they stop sending volunteers to Spain, in conciliatory, yet reserved, notes tonight.

go from other countries to fight with gravity of the volunteer enlistments,

Yet these powers, which have help-Russia and France, whose volunteers toin become necessary.

are fighting in defense of the Socialist government. Italy was said to have raised the

question of the Franco-Spanish border, over which most volunteers bound for the international defense of Madrid have passed.

Anthony Eden, Britain's foreign Both replies were said to agree in secretary, hammered home to the Gerprinciple that volunteers should not man charge d'affaires in London the the Spanish government or the in- which have made in Spain "a little world war."

Observers pointed out British mened the insurgents, pointed to what of-war were moving to Spain in sufthey contend are the unclarified posi- ficient numbers to enforce a blocktions of other nations, presumably ade of the peninsula should such ac-

## Congress Wondering What tion laws over a State of county liquor control system without a Statewide referen-Path Roosevelt Will Take

Leaves Representatives Gu essing as to What Means He Will Employ To Force Liberal Interpretation of Constitution by the U.S. Supreme Court

Washington, Jan. 7 .- (AP)-Presi-| The legislators speculated whether hour legislation.

tives became plainer. Both houses were in recess, but that ent national needs."

meant only the transfer of the argu-

dent Roosevelt had Congress guessing Mr. Roosevelt had a specific course Dewey, United States Labor Department conciliator, trying to bring toment conciliator, trying to bring tohour legislation.

Legislation and plans for wage and pl Supreme Court.
They had not

judicial viewpoint to the "actual pres-

The discussions were subordinated to neutrality for a brief time.

Her Wedding Was Sole Directs Drive for Commun-Method of Perpetuating Present Royal Line

The Hague, Jan. 7.— (AP)— The 2,000,000 subjects in this land of tulips posed to Chiang Kai-Shek's governand windmills.

sprinkled with organge blossoms, the attracted support from 200,000 mem CARS CRASH NEAR ZEBULON princess, the sole hope of perpetuating bers of Marshal Chang Hseuh-Liang's Raleigh, Jan. 7.—(AP)—Ransom the ancient house of Orange, stood former Manchurian army, together in the center of a brilliant circle of with Chinese communist forces num-

Bernhard, resplendent in the full- by Miss Smedley. dress uniform of a captain of blue who was driving the machine the men hussars, became by royal decree "His ists in two provinces are in open rewere in. It crashed with one driven Royal Highness Prince of the Nether- volt against the central government

## REPUBLICANS TAKE **NEUTRALITY SPOTS**

Minority Party Senators Championing Cause Dear to Roosevelt

By CHARLES P. STEWART Central Press Columnist
Washington, Jan. 7.—It is a corking

good joke on the all-powerful Democrats that they permitted three Republican senators to wangle themselves, as the English say, into the principal spokesmanship for neutrality action on Capitol Hill.

Senator Gerald P. Nye, North Dakota Republican, started the muni-tions investigation—introduced the re-first enthusiasm for this efficiency solution creating a committee to conduct it.

measure had faded a number of legislators began to find various and

Ordinarily the chairmanship of a sundry reasons why the plan would special congressional committee goes fail to produce the expected "divito that particular committee's spon- dends.' sor, provided he is of the dominant party. Otherwise, while he is named as a member, one of the majority gets as much can be accomplished by

(Continued on Page Eight.)

ist Empire in Northeast China Region

Sianfu, China, Jan. 7 (AP)-Agnes Netherland's royal maid, Crown Prin- Smedley, an American, is credited cess Juliana, became the bride of Ger- with playing an important role in a man Prince Bernhard Zu-Lippe, Bies- campaign to establish a communist terseld today amid the rejoicing of empire in northeast China openly opment at Nanking.

Radiant in an ivory-satin dress The movement, reported to have Beddingfield, of Pine Ridge, suffered bridesmaids, their gowns forming a serious injuries in an automobile ac- "bouquet of lilac. orange and blue." bering 50,000, has emerged into the open with a burst of propaganda led open with a burst of propaganda led

Reliable sources der red commun as a development of Marshal Chang's military rebellion.

Miss Smedley's activity has been confined to radio propaganda.

While Many Members Favor It, Others Point To Disadvantages

Daily Dispatch Bureau, In the Sir Walter Hotel, By J. C. BASKERVILL Raleigh, Jan. 7—When Lieutenant Governor W. P. Horton and Speaker Gregg Cherry announced a tentative six-day a week program for legislative sessions, first reactions were al-

First expressions were based on the very elementary principle that twice

(Continued on Page Four.)

# BY GOVERNOR HOEY

Declares Vigorously Against Any Change Unless Whole People Can Express Views

**DRASTIC CHANGES** IN HIGHWAY SET-UP

**Favors Continued Elevation** of Schools, With Higher Teacher Salaries; Positively Against Diversion of Highway Funds; Caution on Amendments Urged

Daily Dispatch Bureau, In the Sir Walter Hotel, By J. C. BASKERVILL Raleigh, Jan. 7-Vigorous personal opposition to any change in the State's prohibition laws over a State or dum was expressed by Governor Clyde R. Hoey in his inaugural address today delivered before the members of the North Carolina General Assembly and several thousand North Carolina Democrats assembled in the Municipal Auditorium here to witness his inau-guration and hear him outline his program.

Governor Hoey also advocated rather drastic reorganization of the State Highway and Public Works Commission by its expansion to ten members, including the chairman, the members come from nine administrative dishe would go, party ranks threatened to split into factions as the alternative means must be found" to adapt the gressional districts. He advocated gressional districts. He advocated greater improvement of the county or secondary roads, a further reduction in the cost of automobile license tags and expressed determined opposition to any diversion of highway funds for any purpose whatsoever.

More Pay for Teachers.

With regard to the public schools Governor Hoey said that "the process of restoring teachers' salaries must be

Continued on Page Five.)

## Fear Felt For Health KidnapLad

Seattle, Wash., Jan. 7 (AP)-The Seattle Times carried a new advertisement in its personal column, fourth of a series believed to be from the family of Charles Mattson, of Tacoma, to his kidnaper today. It stated:

"Mable-I am giving all the notes. Police are not intercepting them. I accept your message of identification. All requests have been carried out. I will do as instructed without any one knowing—Ann."

Tacoma, Wash., Jan. 7-(AF)-Coldest weather of the winter today alarmed the parents of induaped Charles Mattson, who believe the tenyear-old boy might be suffering from exposure.

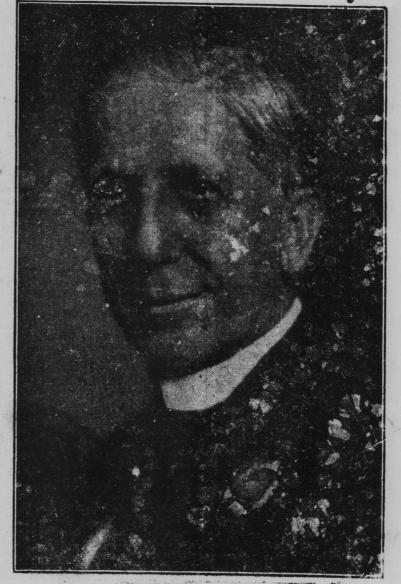
The thermometer went to 15 above zero during the night as the abductor ignored opportunity to return the victim or collect a \$28,000 ransom. and sent here for introduction in the Dr. W. W. Mattson, the boy's fathlegislature as soon as that body gets down to business provides for assign-

er, prominent Tacoma physician-surgeon, was more apprehensive that Charles, recovering from a cold when seized December 27, might be seriously affected if he were being kept in an outlying, poorly-heated shack as some other kidnap victims have been.

### **OUR WEATHER MAN**



FOR NORTH CAROLINA. Cloudy tonight and Friday; ocNew Governor of North Carolina



CLYDE ROA RK HOEY

## 16-Point Program Given Legislature By Gov. Hoey

Tobacco Bill SOLONS BOOST PAY

Raleigh, Jan. 7 (AP)—Clyde R. Hoey, taking up the reins of North Carolina's government, called upon the legislature today for 16 specific aids to the State's economic and social structure.

The new governor advocated, in brief, in his inaugural address: 1-Free public school textbooks.

2-Repeal of the sales tax on neces-

3-Reorganization of the State Highway Commission for greater attention to the needs of local roads. 4-Cheaper automobile license tags. 5—Discontinuance of diversion of highway funds to other state pur-

6-Co-operation with other South Atlantic States in the passage of agricultural control legislation. 7-Co-ordination of the work of the Central State Educational Adminis-

Is Ready To

**BePresented** 

Acreage Control

Plan To Go Into

Hoppers Soon As

Session Well Begun

Daliy Dispatch Bureau, In the Sir Walter Hotel, By J. C. BASKERVILL Raleigh, Jan. 7.—The tobacco com-

pacts measure drafted in Washington

ment of a State marketing quota by

joint action of State commissions,

control of North Carolina's quota by

a State commission chosen by tobac-

co producers, and payment to grow-

ers whose crops are short of their

quota by reason of damage from

It is provided that the measure

shall become effective upon adoption

by North Carolina, South Carolina,

Virginia and Georgia in the case of

paper and goes into great detail in

setting out how quotas shall be de-

ers through the method of appointing State commissions. The whole process

Growers To Control.

weather, fire or disease.

-Restoration of teacher salaries. 9-Increased vocational training. 10-Adoption of "reasonable' 'reguation of working conditions.

11-A careful study of the liquor commission report, with no legislative abrogation of prohibition "until another opportunity is given for a full and fair expression of public opinion at the ballot box."

12-A long-time program of increased facilities at State charitable insti-

tutions. 13-Additional legislation, amplifying old age and unemployment compensation regulations adopted at the December special session, to embrace the entire Federal Social Security pro-

14-A national exposition, along the lines of the Texas Centennial, to advertise North Carolina to the nation.

15-A balanced budget 16-Reapportionment of legislative representation

FOR THEIR CLERKS

Also Present to Ehringhaus

Desk and Chair He Used

As Governor

Raleigh, Jan. 7 .- (AP)-The House

of Representatives, in a brief session

before the inauguration, passed a bill

introduced by Representative Bryant

of Durham, to set the pay of clerks

of the finance and appropriations

committees at \$5 a day instead of \$4

The Senate approved the bill a few

The Senate also passed another

House bill authorizing the presenta-

tion to Governor Ehringhaus of the

chair and desk he used in the execu-

Senator W. G. Clark, of Tarboro

president protem of the 1935 House

ing president, A. H. Graham.

presided in the absence of the retir-

The House approved the rules com

mittee report, re-adopting the 1935

Both divisions recessed at 11:54 to

county commissioners are to be

tricts and arranges for meetings of

the Memorial Auditorium for the in-

as it was in 1935.

minutes later.

tive offices.

old lawyer, climaxed a 39-year career in Democratic ranks today as he became North Carolina's 31st elected governor.

Thousands jammed Memorial Audiorium and historic Fayetteville treet for the procession actual inauguration and delivery by Hoey of his inaugural address and the parade back up the Capital's main thorough-

(Continued on Page Four.)

## New Suit Attacks U. S. Security Act In Supreme Court

Washington, Jan. 7.—(AP)—A new attack on constitutionality of the Federal social security act was filed in the Supreme Court today by Howes Brothers Company of Boston.

The company filed a petition directed also at the Massachusets unemployment insurance act, which supplements the Federal

The petitioned contended the State act was ineffective because the Federal law was unconstitu-

## Newton Man Is Arrested In Extortion

Newton, Jan. 7 (AP)-Joe Robinson, a resident of Newton, was arrested here today in connection with threats received by C. M. Rowe, North Newton merchant, in a \$2,000 extortion at-

Police did not reveal the evidence that led to the youth's detention. augural exercises for Governor Hoey. Young Robinson was merely docketed 'for investigation.

Rows since last Sunday had receivflue-cured tobacco, and by North Car- is set in motion by the director of the ed four telephone calls, a letter and olina, Virginia, Tennessee and Kentucky in the case of burley.

State Agricultural Extension tureau, who is directed to call a meeting of bring \$2,000 to the post office here growers in each county at which three "if you value our life."

Chief of Police Parks Robinson said chosen. The director then divides the the youth had been tentatively iden-State into from three to seven distified as the one who used a drug store telephone here at the time one Control of administration of the bill the county commissioners in each dis- of the calls was traced to it, but cafe is kept in the hands of tobacco grow- trict. At these sessions three commis- employees said he was not the one who placed another of the calls over their telephone.

(Continued on Page Tive)