De Status PERRY MEMORIAL SOURCE WAY

Six Days of Heated Contro-

versy on New Appropria-

tion of \$1,500,000,-

UPHELD BY FARLEY

Postal Chief Says He Had

Power To Refuse To Carry

Mail Into Strike Plants;

Navy Announces It Will

Construct Two New Battle-

Washington, June 22 (AP)—The Senate approved the administration's \$1,500,000 000 relief bill today, winding

up six days of heated controversy.

A few minutes before, with shouts of "no," a majority defeated an amend ment to cut the bill to \$1,000,000,000.

The proposal was made by Senator

Bridges Republican, New Hampshire.

Efforts yesterday to require speci-

fic contributions from communities

for relief projects likewise were de-

In the meantime, Postmaster Gene-

ral Farley contended in United States

District Court the Post Office Depart-

men had legal authority to stop de-liveries of mailed foodstuffs in the

strike-besieged steel plants in Ohio.

Farley made the contention to a mandamus action brought against

him by the Republic Steel Corpora-

000 End

POST OFFICE ACTS

ships Itself

feated.

RELIEF BILL PASSES SENATE

HOPES GROWING FOR STRIKE SETTLEMENT BY MEDIATION BODY

Unionists In Mahoning Valley Area Chant Optimistically, "We've Won Strike"

STEEL MILLS MAKE NO MOVE TO OPEN

Heed Appeal of President Roosevelt and Governor Davey To Prevent Bloodshed; Steel Executives Are Willing To Return To Further Conferences

Cleveland, Ohio, June 22.-(AP)-President Roosevelt's steel mediation oard held a second conference with John L. Lewis today and called the executives of four strike-affected companies to another meeting tomor-

With the seven-state walk-out in "status quo," through the interventhe Fresident and the Ohio National Guard, Chairman Charles Taft, of the mediation board, expressed optimism as to the board's chances of bringing a settlement.

Taft said the steel executives, be fore they left their first meeting with the board yesterday, had told him of their willingness to come back at the board's request. A spokesman for the steel men had said previously they had no intention of returning volun-

Meanwhile, in the hills of the Mahoning Valley, unionists chanted, "We've won the strike."

Quick moves were made last night and early today and the "status quo," which the labor secretary so eagerly

(Continued on Page Three.)

Says 'Slain' ManLiving; ANSWER EXPECTED LATER IN THE DAY Three Held

Wilmington, June 22 (AP)-"I am morally certain Paul Krochmalny (for whose alleged "cremation murder" his brother, Pete Krochmalny, Pete's son, Paul, and Erwin Williams, a relative by marirage are being held without bond) is alive," William Bellamy, coun sel for the three defendants, said to-

I cannot say that I am positive that he is alive, but I am morally certain the man it is alleged has been murdered is alive today," he said, but refused to give any reason for his be-

have "a surprise for every one interested in this case" but said today his statement about his belief Paul moderate element in t Krochmalny is alive was not the surprise about which he spoke. He went resignation yesterday. Chautemps, to Whiteville today to continue his work on the case and was scheduled to return this afternoon.

YOUNG SLAYER ASKS FOR ELECTRIC CHAIR

Boy, 19, Gets Life Term, However, For Killing Girl, 17 After Attempted Assault

Buffalo, N. Y., June 22.—(AP) Tommy Smith, 19, pleaded with a judge today to send him to the electric chair for the murder of 17-year-old Mary Ellen Babcock, but he was sentenced to life imrisonment instead.

Tommy told the court he was

"an insane maniac." Tommy was found guilty last week of first degree murder for stabbing his blonde neighbor during an attempted assault in a field February 25.

Surrenders For Death Of Father

(Continued on Page Three).

High Point, June 22.—(AP)—Police of Charities and Public Welfare virofficers said today a man they listed tually has completed plans for the formal inauguration in North Caro-Travers, young New York city magilina on July 1 of the social security cal apparatus salesman had admitted program authorized by an act adopt-11 a signed statement he killed his ed by the 1937 session of the General own father with a 20 guage shotgan. Assembly. The new legislation will inment written by the 26-year-old pri- 700,000 for each year of the next bienscher, who last Friday morning walk- nium, according to Nathan H. Yelton

(Continued on Page Five)

Britain Will Not Talk About Debts

London, June 22.(AP)—Sir John Simond, the British cancellor of the exchequer, announced to the House of Commons today Great Britain does not intend to reopen the war debt discussions with the United States in connection with the pending proposals for an Anglo-American trade agreement.

The chancellor made the statement in a written answer to a question from the floor. He was asked whether it was correct to infer from a recent government statement "arrears of interest and principal now due the United States in respect to war debts now amount to 174,000,000 pounds (about \$370,000,000); whether it is proposed to continue to allow arrearers to accumulate and whether it is proposed to reopen discussion of the matter with the United States government in connection with any proposals for a trade agreement."

BLUM CALLS UPON SOCIALIST PARTY TO BACK CABINET

Must Preserve People's Front At All Costs Dethroned Premier Tells Followers

Formation of Chautemps Cabinet Considered Certainty in High Circles; French Ambassador to U. S. Recalled To Join in New Government At Home

Paris June 22 (AP)-Leon Blum urged the Socialist party today to parcicipate in the cabinet that Camille Chautemps is trying to form as a second people's front government.

"We cannot refuse to participate in a people's front government headed by a radical socialist, "the former premieradvise d his followers at a party Bellamy yesterday said he would council. "We must preserve the peo-

The radical socialists were the most moderate element in the coalition government which Blum headed until his twice before premier, and seven times a cabinet minister, sought a promise of support from the socialists, the dom inant group, before trying to form a

new government. The Socialists' decision rested with the Socialist National Council. It was expected later today after extensive

Formation of a Chautemps cabinet nevertheless, was viewed by high government authorities as a virtual cer-

Georges Bonnet, financial expert, ecently named as ambassador to the United States, was recalled in an attempt to straighten out France's snarl

It was believed Chautemps wanted him as finance minister.

STARTS ON JULY

Outlay of \$4,700,000 Annually Next Two Years Involved in Plan

Daily Dispatch Bureau, In the Sir Walter Hotel, By J C BASKERVILI Raleigh, June 22.—The Public As-

sistance Division of the State Board volve an outlay of approximately \$4,-

First Photo of Soviet Flyers After Flight



Linking two hemispheres by air over the North Pole for the first time in history three daring Soviet fliers landed their low-winged monoplane at Vancouver, Wash., after an epochal flight from Moscow. Smiling, and gesturing their appreciation of cheers from the crowd that gathered, the trio, Chief Pilot Valeri Chkaloff, Co-Pilot George Baidukoff, and Navigator Alexander Beliakoff posed for the above picture. Trouble with the fuel pump and poor visibility forced the Russians to land 797 miles short of their San Francisco goal. They covered more than 5 000 airline miles, second longest non_sto pflight on record in annals of airplane travel.

Belgian Premier Here



Premier Paul Van Zeeland

In the United States admittedly to explore prospects for a world economic conference and to visit and talk with President Roosevelt, Premier Paul Van Zeeland of Belgium is pictured in New York. Premier Van Zeeland will receive an honorary degree from Prince-ton university.

Drys Claim Victory For **Wake Voting**

Raleigh Will Go Wet but County Is Expected to Defeat Control Plan

Raleigh, June 22 (AP)-Raleigh and Wake county voted slowly and quietly today on the question of establishing county ABC stores. At noon a survey of 15 of the 18 city precincts, with an estimated registration of 15,500, showed only 2,655 votes had been cast, and reports from county precincts said voting was light in rural areas.

Daily Dispatch Bareau, In the Sir Walter Hotel. By J. C. BASKERVILL Raleigh, June 22.—Church bells were tolling throughout Raleigh and Wake county today, closing the intensive campaign which has been conducted by the drys to defeat the liquor control and liquor stores plan voted on over the city and county today. The dry leaders were confident they will win and defeat the liquor control movement, although those favoring liquor control maintained they have a chance—though a very slim one-to win the election. The prevail-

ing opinion in most circles here to-(Continued on Page Three.)

Britain To Hold Aloof From Any Naval Display On The Coast Of Spain

Germany Demands Non-Intervention Committee Make Good In Undertaking To Protect Joint Naval Patrol; Would Seize Loya list Submarines

Britain will refuse to join any naval play of warning near Valencia demonstration off the coast of Spain as a German-sought "warning" to the Spanish government, Foreign Secretary Anthony Eden told the House of Commons today.

His announcement followed swiftly sh republican regime for what the third Reich contends was a torpedo Leipzig off Algeria last week. attack on her cruiser Leipzig, had presented France and Britain with a virtual ultimatum for stringent ac-

London, June 22.-(AP) - Great | tion, perhaps a four power naval dis

GERMANY DEMANDING THAT COMMITTEE NOW MAKE GOOD (By The Associated Press.)

Germany demanded today Great Britain, France and Italy join her in upon an excited report that Germany retaliation against the Spanish cen demanding punishment of the Span- tral government for an alleged at tempt to torpedo the German cruiser The inspired German press pointed

(Continued on Page Three.)

Issue More | ISLAND CONFAB 10 Warrants At Strike

Lumberton, June 22.-(AP)-Attorneys opened arguments today before Recorder Leslie Huntley in strike-riot trials involving Myles Hortor, or-ganizer for the TWOC, and seven aileged participants in Monday's discr-der at Manfields cotton mi'l. Warrants, meanwhile, had been served on nine additional striking island, in Chesapeake bay, before employees, each of whom was releas-

ed on \$100 bond. Horton, now under \$1,000 bond, denied yesterday he urged striking employees "to kill and stomp Henry Wiloughby," 17-year-old non-union workyouth had previously testified the or- that the Jefferson island outing was action after he had been struck, shov- would be few absentees from the suced and kicked. Horton's testimony

OUR WEATHER MAN

disputed by five.



FOR NORTH CAROLINA. Generally fair tonight and Wednesday; somewhat cooler tonight.

EMPHASIZE SPLIT

Will Be Early Next Week Before News Leaks From Roosevelt Party

By CHARLES P. STEWART Central Press Columnist

Washington, June 22.—It will be few days after President Roosevelt's confab (June 24, 25 and 26) with congression | Democrats, on Jefferson news begins to leak out in much de tail. There will be plenty of leakage

aventually, however. Of senators and representatives there are 407 Democrats on Capitol

er, at a union meeting June 16. The Hill. The minute it was announced ganizer goaded the men to further planned it was evident that there cession of three all-day parties-the was corroborated by 14 witnesses, in- attendance being in relays because cluding two non-union employees, and the insular clubhouse hasn't facilities

Continued on Page Five.)

ELECTRICITY BROKE AIRPLANES' SIGNALS

Science Association Told Of Condition That May Have Aided Winter Air Crashes Denver, Col., June 22.—(AP)—Dis- pelvis, thighs, knees and legs puts

covery that electricity, streaming out behind air liners in flight, caused the sition when they properly support static which broke off radio signals just before some of last winter's fatal air crashes, was announced today to the American Association for Ad- doctor said, citing Ed Widseth, of vancement of Science here.

Slash To Billion Defeated By Heavy Vote By Senators

Wins Labor Post



Mrs. Mary Norton (above) Congresswoman from New Jersey became the first member of her sex to hold chairmanship of a house committee when she accepted leadership of the House Labor Committee. She was first to introduce in

Congress a resolution for repeal of the Eighteenth Amendment. (Central Press) HUGHES LAW FIRM

by Foreigner In Plan To

Avoid Government

Payments

HAS NOW DISSOLVED

Attorney Tells Congres-

Washington, June 22.—(AP)—

A Senate-House inquiry commit-

tee received testimony today that six New Yorkers bought big in-

surance policies in a Bahamas company in an effort to reduce

income tax payments between

Mason B. Leming, Treasury at-

torney, testifying at the congres-

sional investigation into tax evas-

ion and avoidance, explained what

he termed "the device of foreign

insurance companies for escap-

By this method, he said, tax

payers pay single premiums for

large policies, then borrowed on the policies and took interest de-

The six New York s were list-

Richard E. Dwight, attorney,

with a \$4,000,000 policy.
Winfield Ayres, a doctor, \$400,-

(Continued or Page Three.)

HAVE KNOCK-KNEES

Anatomy of Bodies Like That Aids in

Development of Expert Dancers, Is Claim

Pasadena, Cal., June 22.—(AP)-

The California Osteopathic Asso-

"Their dexterity or the grace of

pallet and ecstatic artists, like Theo-

dore Kosloff, or Franchon Wolfe,"

is due to the fact they are knock-

kneed. In fact, one could make the

startling assertion the best dancers

the University of Minnesota tackle.

Ginger Rogers and Fred Astaire are

ciation today was told it was one of the secrets of their dancing success.

both knock-kneed.

weight.

ROGERS AND ASTAIR

\$143,000

1932 and 1936.

ing tax payments."

ductions on the loans.

ed by Leming as follows:

WITNESS SAYS FIRM

tion, in which the latter sought to compel the department to permit delivery of packages containing food and clothing to its plants in Niles and Warren, Ohio. The postmaster general charged the corporation had offered such pack-

ages for delivery primarily to involve the government in the industrial con-Elsewhere in Washington the Navy

announced it woul dconstruct its two new battleships in government navy yards. One will be built at the New One of Partners Approached York yard and the other in Phila-

Meanwhile, White House officials said President Roosevelt had virtually recovered from his nasal trouble of yesterday.

FLIGHTS OVER POLE TO BECOME REGULAR

Hughes, Schurman And Russian Flight Commander Just Ar-rived from Moscow Discusses Dwight Broken Up Only **Developments** Last Week, U. S. Treasury

San Francisco, Cal., June 22.-(AF)-Trans-polar flights will be resional Probers; Says Degular occurences in one or two years, duction Eliminated maybe three," says the man who piloted Soviet Russia's plane on the 5,300-mile jaunt from Moscow to Vancouver, Wash., last week-end.

"A return flight would be easier," because we would have tail winds," said Pilot Valerio Checkoloff.

"With contemporary technique and science, we think there will be regular flights over the North Pole in one or two years, maybe three." Checkoloff and two companions,

welcomed by 5,000 persons who throng ed Oakland airport last night, said they next wanted to try a Moscow-New York flight, via the polar regions. Today they looked forward to viewing the country in which they landed Sunday after an epochal 63hour flight from the Soviet capital.

Paul Wendel Is Accused Of Slaying

Taxi Driver Points Finger at Witness in Parker Trials At Newark

Newark, N. J., June 22.—(AP)-A witness for Bruno Richard Haupt-mann in his Flemington trial for the said Dr. William Madfen, of Pasadena kidnap murder of the Lindbergh bahy interrupted the Federal court conspiracy trial of Ellis Parker and his son today by rushing up to Paul Wenare knock-kneed. The anatomy of the del and shouting,

"This is the man; this is the man."
Parker, chief of Burlington county sition when they properly support detectives, and his son, Ellis, Jr., are on trial in connection with the abduc-"Knock-knees are also an asset to tion of Wendel, whose discredited a linesman of a football team," the confession to the Lindbergh kidnap-

(Continued on Page Three.)