TWENTY-FIFTH YEAR

LEASED WIRE SERVICE OF THE ASSOCIATED PRESS.

HENDERSON, N. C., TUESDAY AFTERNOON, JUNE 28, 1938

PUBLISHED EVERY AFTERNOON EXCEPT SUNDAY.

FIVE CENTS COPY

# SENATE COMMITTEE FLAYS WPA VOTE PLEA

## RFC OFFERS LOANS TO MUNICIPALITIES

Will Buy Immediately \$5,-800,000 of Knoxville, Tenn,. Revenue Bonds For Purpose

INQUIRIES COME IN **OUT OF NORTHWEST** 

Existing Private Power Companies in Region of Bonneville, Grand Coulee and Port Peck Dams May Be Taken Over by Cities in Those Areas

Washington, June 28 (AP)-The facilities of the Reconstruction Finance Corporation were made available today to cities seeking power from the government's new hydro-electric pro-

Chairman Jesse Jones announced that the RFC had agreed to buy \$5,-800,000 of Knoxville, Tenn., revenue bonds to enable the city to acquire the Knox county distributing system of the Tennessee Public Service Company. The city will use TVA power. Jones said Knoxville expected to make a "very substantial reduction" in rates to consumers and to amortize the cost of the plant in 20 years. He added that while there has been no other formal application to the RFC for such financing, inquiries had been received from the Northwest indicating that applications might be expected from the vicinity of the Bonneville, Grand Coulee and Fort Peck dams. An RFC agent already is studying the loan prospects in the Columbia river area, he said. Jones said a proposal that three PWA projects in Nebraska buy out the major utilities in the State was eligible for RFC financing. The deal

would involve \$100,000,000. While the RFC was "willing to cothe chairman said, its offer was limited to programs involving dis tribution of power from governmentfinanced dams.

#### SEARCHERS WORK ON FOR McCORMICK BOY

New Routes Followed in New Mexico Mountains in Hunt for Missing Rich Youth

Albuquerque, N. M., June 28 (AP)-Searchers moved through the tangled underbrush at the base of north Sandia peak today in a broadened hunt for Medill McCormick, Chicago publishing heir lost on a climbing

Virtually abandoning the belief that the youth might be lodged on the steep face of the peak, the searchers prepared to scour the brushy terrain below the ledge, on which the body of his companion, Richard Whitmer, was found last Thursday.

They were working on the theory that young McCormick gained the foot of the peak's sheer face with little or no injury, but was killed, lost or severely hurt in the lower country while trying to reach help for his

### FARM BUREAU HAS ITS OWN PROGRAM

Six-Point Budget Cut Out To Be High-Pressured on Legislature

Daily Dispatch Bureau, In the Sir Walter Hotel. Raleigh, June 28—The North Caro lina Farm Bureau Federation will center its attention on a six-point program for the 1939 General Assembly E. F. Arnold, its secretary, told this

bureau today. He summed up the program as: (1) A law providing for \$5 automobile and farm-to-market truck license

(2) An act authorizing cooperative hail and storm insurance on growing

(3) Building all-weather farm-tomarket roads with North Carolina limestone, screenings to be pulveriz-

ed and sold to farmers at cost. (4) Coordination of existing agricultural State and Federal agencies so as to prevent duplication and overlapping of duties and dual adminis-

tration of fundamental agencies. (5) Adequate appropriations for agricultural extension work, vocational agriculture and research work.

(6) Revision of State feed, fertilizer and seed laws. Mr. Arnold said his organization, in demanding \$5 auto plates does not advocate smaller revenues for use on

highway construction and mainten-Continued on Page Five.)

Searching for Her Son



Mrs. Ruth Hanna McCormick Simms, mother of the missing John Medill McCormick, is pictured with police as she climbed high into the Sandia Mountains near Albuquerque, N. M., to aid searchers in the hunt for her son. The lad's companion in a climbing expedition, Richard Whitmer, lumber heir, was found dead at the base of a 2,000-foot cliff.

### Burgin Pennell Elected State Legion Commander

Old Mexico City

Rocked by Quake

Mexico City, June 28.—(AP)—

Mexico City rocked by a heavy

ly 2:25 p. m., eastern standard time. Reports of damage or casual-

ties were not immediately available.

TO VOTE SATURDAY

Marked Contrast This Year

With Hot Run-Off Pri-

mary in 1936

Raleigh, June 28—Two years ago all hundred counties of North Caro-

lina were interested in the primary

As a result, most of the firecracker

day pyrotechnics this year will be pro

ed and sent out by the State Board

Saturday, July 2, voters of the sixth

will choose between Judge Lewis

Teague, of High Point, and Oscar

In the eighth the battle will be to

see whether C. B. Deane, of Rocking-

ham, or William O. Burgin, of Lexing-

dates are J. Abner Garker, of Rose-

boro, and Divers D. Johnson, of War

sal; in the twenty-first R. J. Scott of

Danbury, is being opposed by Allan D. Ivie, Jr., of Leaksville.

There are enough other counties

in which there are local run-offs to

bring to 48 the total units in which

As a result, it is certain that there

(Continued on Page Four.)

CLUBS ARE LAUDED

Tells San Francisco Conven-

tion of Activities

San Francisco, Cal., June 28 (AP)

the 58 clubs in his district were act-

The annual Carolinas district fel-

CAROLINAS KIWANIS

ton, shall go to Washington.

the polls will be open.

Barker, of Durham, for Congress.

by political goings on.

two solicitorial

ONLY HALF STATE

Asheville Man Wins Coveted Post by Vote of Convention at Its Final Session

RALEIGH IS WINNER OF 1939 GATHERING

Other Officers Are Elected, With Little Contest Developing Except for Third Vice Commander, Which Is Won by Dr. R. S. Mc-Geechey, Weldon

Winston-Salem, June 28.-(AP)-The North Carolina Department of the American Legion elected Burgin Pennell, of Asheville, its commande at the final session of the annual con vention today. Raleigh was selected as the 1939 convention city. Pennell succeeds Hector C. Black-

well, of Fayetteville. After electing S. A. Russell, of Salisbury, first vice commander, and R. L. McMullan, of Raleigh, second vice commander, by acclamation, the delegates differed and a contest developed over election of a third vice commander. John H. Stephenson, of Southern, Pines, Dr. R. S. McGeachey, of Welden, and Herbert Swain, of Williamston, were nominated for the post. On a roll call vote, McGeachey received 148, Swain 90 and Stephen-

Swain then moved that the election be made unanimous and Stephenson seconded the motion. Louis Ratcliffe, of Charlotte, was re-

elected national committeeman. Stick-

(Continued on Page Five)

#### **HECTOR CLARK HAD EXPENSES OF \$423**

Raleigh, June 28.—(AP)—Hector H. Clark, judicial candidate in the ninth district in the June 4 Democratic primary, reported today he spent \$423 in his campaign, and had contributions

### Prince of Sweden **Dedicates Museum** At Philadelphia

Philadelphia, June 28.(AP)—Crown Prince Gustav Adolff of Sweden, despite an illness that kept him confined to his state room while crossing the Atlantic, delivered the dedicatory address today for a museum whose cornerstone he laid in 1926. A crowd at the Swedish-American Historical Museum heard the prince, speaking by telephone from his ship

in the navy yard, proclaim: "This museum is to stand as a tribute to the heroism of the great number of Swedes who left their homeland to create a new country in national Convention here today that

Immediately after the address, the ively engaged in community service Japanese war planes. crown prince prepared to leave for a programs. New York hospital for observation for a kidney ailment, which forced lowship dinner will be held tonight. him to cancel most of his part in the Swedish tercentenary program in Carolinas district convention would Delaware, Pennsylvania and New Jer- be held in Spartanburg, S. C., in the

## APPEAL FOR VOTE OF RELIEF PEOPLE IS GIVEN REBUKE

Speech of Aubrey Williams, Assistant to Hopkins, Is Censored As Unfortunate

COPY OF ADDRESS BEING ASKED FOR

Williams Resorts to Unusual Alibi of Being Misquoted, But Newspapermen Attending Meeting and Who Heard Address Report Utterance of Offi-

Wastington, June 28 .- (AP)- The Senate campaign investigating committee censored today as unfortunate a speech made yesterday by Aubrey W. Williams, deputy WPA administrator, to the workers alliance.

The committee voted to accept however, a statement by Williams that no political implications were intended in his remarks to the organization of WPA workers. Chairman Sheard, Democrat, Texas

papermen he would ask the alliance for a stenographic transcript of Willian's' address. Nawspaper men informed him that the all moe had distributed what purported to be a transcript of the tall, in which Williams advised the

of the Senate committee, told news-

workers to keep their "friends" in In a letter to Sheppard, made public by the committee, Williams summarized his talk, and said he was unable to send the transcript because

his remarks were made extemporanequaly.

'What I said and what I am re preted as saying are entirely two dif-ferent things," Williams informed the committee in response to its request

or information about his talk. Newspapermen attending the meeting of the alliance reported Williams told the workers "keep your friends in power. Judge those friends by the crowd they run with when they come to you and ask for support."

### Plan Agreed Upon To Pay Counties on Roads Taken Over

Raleigh, June 28 (AP)-Chairman Frank L. Dunlap said today the members of the State Highway and Public Works Commission had reached an agreement on the method to be followed in considering claims of various counties for millions of dollars in payment for roads.

The details were not revealed. Several years ago, counties lodged claims aggregating around \$80,000,000 with election of July 4, with three State- a special commission appointed to investigate the contentions that counwide races, as well as many local ones ties were due reimbursement for funds to be decided. This year voters in expended on roads now taken over 52 of the hundred will not even go to

the polls for any purpose whatever. by the State. Mr. and Mrs. J. B. Tillett. of Wanchese, operators of the Oregon Inlet vided by squibs, cannon crackers, Roman candles and skyrockets—not ferry, held a conference this afternoon with D. Collin Barnes, a member of the commission. on the possibility of Only four ballots have been preparreducing charges at the ferry.

## of elections—two congressional and

In the sixth solicitorial the candi- Dives Headlong on Gunboat in Yangtze; Other Warships Damaged

Shanghai, June 29. - (AP) -(Wednesday)—Major fighting in Japan's drive on Hankow swirled tonight around the great Yang-tze river barricade of sunken junks, mines and forts at Matowchen, 170 miles down river from Hankow, but Chinese said the main barrier still held despite desperate Japanese assaults and local

Shanghai, June 28 (AP)-A "dare to die" Chinese flier was said today Ames Haltiwanger, District Governor, to have sunk a Japanese gunboat in the Yangtze river by deliberately plunging his burning bomb-laden plane to the vessel's deck.

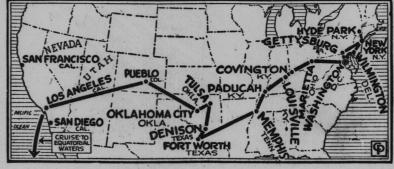
Chinese air force officers said the Ames Haltiwager, of Columbia, S. C., act occurred near Anking, 215 miles governor of the Carolinas district, down the river from Hankow, told delegates to the Kiwanis Inter- China's provisional capital, in air attacks that damaged at least three Japanese gunboats and destroyed six

The Chinese pilot, they said, dived headlong to the gunboat's deck when Japanese anti-aircraft fire set his Haltiwanger announced the annual plane aflame.

The officers pridefully called the (Continued on Page Five.)

## Gibraltar Fort Threatened By Spanish Insurgent Guns Of Germany, London Hears

President to Travel Far



President's summer journeys



President's summer journey

Already the most-traveled of presidents, Franklin D. Roosevelt soon embarks not a threat to Gibraltar, Britain's on a transcontinental stump tour to carry his New Deal to the country and to assist loyal Democrats in the current campaign. The president's travels began with the marriage of his Son John to Anne Lindsay Clark at Nahant Mass., June 18. Then he cruised on the small yacht Potomac from Salem, Mass., to his Hyde Park, N. Y., home. Then there is a speech June 27 at Wilmington, Del., for the anniversary of the Swedes' first American Landing. He has two speeches to make in New York, June 30, where he lays the cornerstone of the federal building on the grounds of the New York world's fair, and then one at the Gettysburg, Pa., battlefield, July 3. His western swing opens July 8 at Marietta, O., where the 150th anniversary of the opening of the Northwest Territory is being celebrated. Other tentative stops on his western swing are shown. After reaching California, the president will cruise to the equatorial Pacific, with some fishing off the Galapagos islands. The plans call for the president to board a cruiser at the port of Los Angeles.

### HANKOW TRAIN IS DRAPED WITH FLAGS "TAKE" IN AMERICA

ing Foreigners from Chinese Danger Zone

Hankow, China, June 28 (AP)-The international train, draped with American, British and French and German flags, departed from Hankow this morning, carrying 210 foreigners of seven nationalities, but 26 German advisors to the Chinese army were not aboard.

The Germans, it was said, will leave on special coaches to be provided by Chinese authorities July 5. They were unable to depart today, as scheduled, because of farewell func-tions planned in their honor.

The international train was routed toward Hong Kong. Twenty-six additional foreigners, including eight Americans, were to board the train at Changsha, capital of Hunan province, 300 miles south of here.

The remaining international community includes 150 Americans, more than 200 Britons, 50 French and a like number of Germans, including the military advisors. The Berlin government has recall-

ed the German ambassador, Oscar Trautmann, because of apparent displeasure over the reluctance of Generalissimo Chiang Kaj-Shek to part with his military experts, who are credited with a large share of Chinese | threatening. war strategy.

### WEATHER

FOR NORTH CAROLINA

Mostly cloudy, probably showers in east and north central portions tonight, ending on the coast Wednesday morning; cooler in south portion and near the coast tonight, and slightly warmer in central and northwest portions Wednes-

## SPY SCARES DON'T

International Train Carry- In Realty, There Is Very Little To Be Learned Not Already Known

> By CHARLES P. STEWART Central Press Columnist
> Washington, June 28.—International spy scares in normal times do not "take" well in the United States. During the period of our participa

tion in the World War, when we were pretty cuckoo, we took spy stories somewhat seriously, although even then we were not as dotty concerning them as European peoples were. Today, however, attempts to stir up an espionage sensation in our midst are pooh-pooh'ed quite generally. The recent big batch of indictments

Continued on Page Five.)

#### COUNT WILL FACE BARBARA'S CHARGE

Reportedly Coming to London in Con nection With "Threatening" Letters Sent London, June 28 (AP)-Reliable

sources said today that Count Haughwitz-Reventlow would come to London to face allegations of his wife, the former Barbara Hutton, that he wrote her letters she considered It was understood the count's at-

torney, Norman Birkett, would see a magistrate tomorrow or Thursday to fix a date for a hearing of the case. The Woolworth heiress obtained a summons against her husband last week after she received letters which she believed were threatening. Since has been closely guarded in her

In Copenhagen, the Danish ministry of justice informed the countess' lawyer that the Copenhagen city court would handle her suit for sepaif it was filed.

### CHAMBERLAIN MUST ANSWER OPPOSITION **QUERIES TOMORROW**

Duchess of Atholl Says Heavy Cannon Trained on British Mediterranean Stronghold

**POWERFUL RIFLES** ON MOROCCAN SIDE

Mounting Indignation Over Attacks on British Shipping May Force Permission for Arming of Freighters in Spanish Waters, London Believes

London, June 28 (AP)-The Duchess of Atholl today gave details of what she said were guns "threatening Gibraltar" from insurgent Spain, and issued notice she would ask Prince Minister Chamberlain in the House of Commons tomorrow what he intends to do about them.

The duchess recently rebelled from Conservative ranks and has been a frequent government critic.

The question of such guns, allegedly of German manufacture, has been raised repeatedly during the Spanish civil war. The government has taken the position generally that they are fortress at the western entrance to the Mediterranean.

The duchess enumerated guns in greater detail than any previous list. She cited:

More than 20 guns in hills around insurgent-held Albeciras, including three pieces of more than ten inches. A number of long range 5.9-inch guns and several howitzers "so placed that they could drop shells in Gibraltar, but yet are invisible from the highest point on the rock. Nine naval type guns of about four

inches on Punta Carnero. At least one 15-inch gun on a high peak almost 21 miles inland. About 45 guns ranging from six to 15 inches in Spanish Morocco, directly opposite Gibraltar.

Mounting indignation over continued bombings of British merchant ships in Spanish ports led some quarters in London to believe Chamberlain's government must face fresh demands Earlier hopes that a five-day lull in

(Continued on Page Four.)

### Rebel Push Depends On Big Battle

Struggle Near Teruel To Decide Fate of Franco's Drive for Valencia

Hendaye, France, June 28 (AP) -Spanish government commanders reported today that insurgent forces slowly were being dislodged from their stranglehold on the Valencia highway southeast of Teruel.

Both sides conceded that the fate of General Franco's campaign against Valencia hung on the battle along

the Teruel-Segunto road. Advices from Valencia said the constant pounding of government counter attacks had driven the insurgents from many heights about

22 miles southeast of Teruel and 45 miles northwest of Valencia. On the coastal front, however, where another insurgent army is pushing south toward Valencia, a government counte offensive came to an abrupt end and militiamen were hard-pressed to stop a renewed insurgent drive.

Insurgent air raiders bombed Barcelona today, one day after the Spanish government had accepted Great then, her two-year-old son, Lance, Britain's plan for a neutral commission to investigate bombing of Spanish cities. It was the first air raid on that city, temporary capital of government Spain, since June 22.

The planes flew over at a high altitude, dropping their bombs on the ration from her husband when and outskirts. There were no reports of victims or damage.