

TREASURY ASKED FOR FEDERAL TAX SLASH

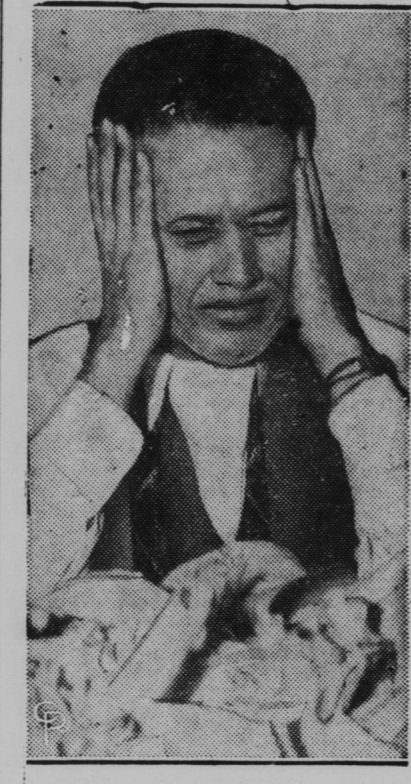
Teacher Retirement And Power Project Bills In Assembly

State Would Help Teachers Build Pension Reserve; Little "TVA" Measure for Cape Fear Valley Sought; Part of Revenue Bill Adopted

Raleigh, March 3.—(AP)—The House of Representatives today received bills to establish a retirement fund for public school teachers, and to organize a Cape Fear Valley Authority to develop navigational and hydro-electric facilities on the Cape Fear river.

The House then started work on a permanent tax measure, which was reported favorably by the finance committee last week. The tax bill, designed to finance a record-setting \$154,360,000 spending program during 1939-41, was considered section by section, in committee of the whole.

Tax Woe



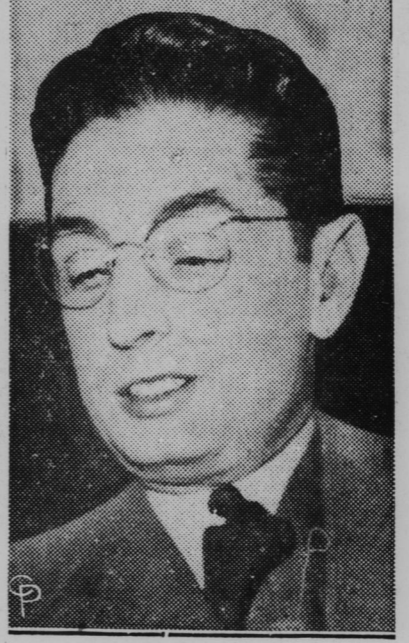
A Senator, too, must suffer when income tax time comes around, for he is no privileged character when Uncle Sam starts collecting. Senator Allen J. Ellender of Louisiana, is shown in his Washington office in the middle of his calculations.

New Pope Begins His Duties By Appeal for World Peace

Goes on Air in Address to Christians All Over the Earth in Less Than 40 Hours After His Election Thursday; O'Connell Lauds Pius

Vatican City, March 3.—(AP)—Pius XII opened his pontificate today with a strong plea for peace broadcast to the entire Christian world. Speaking from the Sistine Chapel in Lenten, His Holiness called for peace with justice and understanding.

Asks Citizenship



Philippine resident commissioner to the U. S., J. M. Elizalde, appears before the Senate committee on territories and insular affairs in Washington. He pleaded that all Filipinos in this country be allowed to become American citizens.

Hotel Ruins Searched For More Bodies

Halifax, N. S., March 3. (Canadian Press)—Firemen probed ice-contaminated ruins of the Queen hotel today to determine the loss of life in the early morning fire yesterday which trapped sleeping guests as it swept the hotel and destroyed two adjoining structures. Police said 25 persons were missing and expressed fear even more had lost their lives in the blaze.

Large Army Bill Passed House Vote

Harrison and Doughton Call on Morgenthau To Back Up Recent Statements; Dr. Graham Pleads for Federal Funds To Help Education

Washington, March 3.—(AP)—The House, with almost unprecedented unanimity and speed, passed and sent to the Senate today a \$499,000,000 army appropriation bill, carrying funds to start a proposed expansion of the air corps.

Forget Europe and Plug For More Business Here

Babson Sees American Public Getting Jittery Again About What Hitler and Mussolini May Do; Tend to Your Own Business, He Advises

BY ROGER W. BABSON Copyright 1939, Publishers Financial Bureau, Inc. Babson Park, Fla., March 3.—The war-scare of last September pulled business up short throughout the world. Radio announcers, press dispatches, bulletin boards all screamed war. Retail trade slowed down; business men were terrified; investors dumped securities. We had a minor panic.

As a result, the sharp business recovery which started in June, 1938, and carried on through July and August was almost snuffed out. It was well into mid-October before people stopped shaking and trembling over the straw war built up by hysterical radio commentators and frenzied press dispatches. The American public was fooled into thinking that the poker game going on in Europe

FDR Back In Charleston From Voyage

Will Leave by Train Tonight for Washington, To Speak to Congress Tomorrow on Its 150th Anniversary

Charleston, S. C., March 3.—(AP)—The cruiser Houston, returning President Roosevelt from the South Atlantic war games, arrived at the navy yard here at 12:50 p. m., east-stand time, about two hours ahead of schedule.

Gandhi Has Started New Hunger Test

Frail Leader of India's Masses Demands Voice for People in Government Affairs in Rajkot Province

Rajkot, India, March 3.—(AP)—Monandas K. Gandhi sipped a cup of hot goat's milk today and then forewore food in a hunger strike to obtain administrative reforms for the inhabitants of the tiny native state of Rajkot.

Joe Dimaggio Gets Pay Hike for 1939

St. Petersburg, Fla., March 3.—(AP)—Manager Joe McCarthy, of the New York Yankees, announced today that Joe Dimaggio had signed his 1939 contract. While no figures were given, it is believed Dimaggio signed for \$28,000, a \$2,000 increase over his 1938 salary.

Madrid Revolt Reported By Nationalists

Avilla, Spain, March 3.—(AP)—The Spanish nationalists have received reports that republican political leaders opposed to Premier Negrin are attempting to form a new government in Madrid.

Hopkins and LaGuardia May Run For President

By CHARLES P. STEWART Central Press Columnist Washington, March 3.—There's no denying it, Harry L. Hopkins looms more largely, day by day, on the political horizon, as a 1940 Democratic possibility for the presidential nomination.

Money Bill Foes May Be Stifled Out

Sharp Strategy Being Used by Administration Group To Bludgeon Finance and Spending Measures Through as Reported by Committees

Raleigh, March 3.—Administration leaders favoring passage of the two big money bills just as they came from committee are maneuvering craftily with clear intent to stifle as far as possible opposition from the floor.

Roadsides Bill Is Too Dictatorial

Raleigh, March 3.—Several members of the House Roads Committee desire to do something about beautifying roadsides and regulating billboards, but they emphatically are not willing to give to a flock of new commissions the power to make and enforce ordinances with the effect of law, and the power of life or death over two or three important industries in North Carolina. It was only by stretching parliamentary law governing legislative committee action that any part of the bill regulating roadside advertising was saved.

Trade Buying Lifts Cotton

New York, March 3.—(AP)—Cotton futures opened one-fourth point higher on trade and foreign buying. New Orleans, Bombay and the South sold, and there was some hedge selling. Mid-morning prices held around the opening range, or one to four points net higher. March held a net gain of two at 8.92, off a point from the best. Around midday the market was up two to four points.

High Water Stops School in Duplin

Kenansville, March 3.—(AP)—O. P. Johnson, superintendent, said today flood waters from Muddy Creek and Northeast river forced closing of the Chinquapin school in Duplin county.

Charlotte Garage Blast Kills Worker

Charlotte, March 3.—(AP)—An explosion in the repair shop of Pettit Motor Company here today killed one workman and slightly hurt several others.

Fair And Warmer Will Follow Freezing Spell

Raleigh, March 3.—(AP)—Temperatures over most of North Carolina dropped below the freezing mark early today, but Lee Denison, Raleigh weather man, forecast fair and warmer weather for tomorrow.

WEATHER FOR NORTH CAROLINA

Fair and not so cold tonight; Saturday partly cloudy and warmer.