

FDR CALLS BIPARTISAN NEUTRALITY MEET

Vandenberg Seeking Abrogation of 1911 Treaty With Japan

In L. S. U. Scandal



E. N. Jackson, business manager of Louisiana State University, who was indicted by a Grand Jury at Baton Rouge, is pictured above. The indictment was based on charges of embezzling and receiving embezzled goods, Jackson's indictment is outgrowth of arrest of Dr. James Monroe Smith, former head of university. (Central Press)

Resolution in Senate Would Also Deal With Japanese Violation of Chinese Rights; Aid to Latin American Defenses

Washington, July 18. (AP)—Senator Vandenberg, Republican, Michigan, offered in the Senate today a resolution to require that Japan be given the specified six months notice of abrogation of the 1911 treaty of amity and commerce between that country and this. The resolution also would call for a reconvening of the Brussels conference of 1937, now in recess, to determine whether Japan had been or is violating the nine-power treaty, pledging respect of the territorial integrity of China. At Vandenberg's request, the resolution was sent to the foreign relations committee. The House Foreign Affairs Committee voted unanimously to recommend legislation designed to help Latin-American republics bolster their defenses. First, however, it made some changes to insure protection of this country's military secrets. The House completed congressional action on a bill fixing average annual cotton production under the Agriculture Department's control program at not less than 10,000,000 bales. The present minimum is 12,000,000 bales. The measure now goes to the White House for President Roosevelt's signature. The new minimum will become effective for the 1940 crop. Secretary Morgenthau praised the President's \$2,800,000,000 lending bill as a "real advance toward the goal of bringing our governmental expenditures within our receipts," as he testified before the Senate Banking Committee. The Senate approved the resolution by Senator McKellar, Democrat, Tennessee, authorizing an investigation of Superintendent Ross Eakin's management of the Great Smoky Mountains National Park. Senator Vandenberg, who previously had objected to unanimous consent consideration of the resolution, supported the investigation after McKellar amended the measure to provide that the inquiry include a survey of the alleged smearing of Eakin's 1936 election ballot to determine how he voted. The resolution does not require House approval.

WPA Chiefs Turn To Cut In Workers

With Strike Ended, Officials Tackle Other Problems and Restrictions Imposed by Congress

(By The Associated Press.) With the strike of WPA workers over the new 130-hour work month apparently ended, except in a few cities, relief officials turned their attention today to enforcing other restrictions recently enacted by Congress. State administrators struggled with the problem of trimming 300,000 names off the WPA rolls by August 1 to conform to a reduced budget. The law required furloughs of those on the rolls for 18 months, and Col. F. C. Harrington, the WPA commissioner, said such persons would constitute most of those dropped. In Washington headquarters, WPA chiefs studied means of eliminating geographical differentials in pay to

TOBACCO FESTIVAL OPENS AT WILSON

Wilson, July 18.—(AP)—The annual North Carolina tobacco festival opened here today with what was believed to be the first auctioneer's contest ever held. Expert tobaccoists acted as judges. A parade and a baseball game this afternoon and a street dance tonight also were on the program.

Three Negro Robbers Get \$1,000 From Moyock Bank

Norfolk, Va., July 18.—(AP)—Three Negroes armed with pistols entered the bank of Moyock, N. C., today and forced the cashier, W. W. Smith, and his assistant, J. R. Thorne to lie down on the floor, swooped up all the ready cash outside the vault, and backing out of the small bank, leaped into an automobile and headed toward Norfolk. It is believed a fourth man was waiting in the automobile outside the bank ready to speed away. Reports said the car left the bank at a terrific rate of speed, and soon disappeared. It was reported that the robbers obtained between \$1,000 and \$2,000. The men entered the bank while

One Coast Guard Flier Killed And Two Are Injured

Fernandina, Fla., July 18.—(AP)—One coast guard flier was killed and two were injured here today when their seaplane hit a beacon in the Amelia river, while taking off in front of the coast guard dock. The dead man was F. Schwein, pilot of the plane. The injured fliers were Max Kenzie, radio man, and Frank Dryden, mechanic. All came from the Charleston, S. C., base.

SECURITIES SOLD BY STATE AGENCY

Raleigh, July 18.—(AP)—The Local Government Commission sold \$51,000 worth of Caldwell county bonds and \$112,000 worth of Rowan county, Randolph county and town of Elm City notes today. The National Bank of Wilson bought a \$2,000 Elm City note at par with four per cent interest.

several other customers were inside, and without any delay walked up to the cashier's cage and demanded that the two employees hold their hands up. Two of the trio made behind the cage, and while one made the cashier and his assistant lie on the floor, the other took all the money in sight, and stuffing it into his pockets, backed toward the door. The others joined him. In the meantime, the customers who were in the bank left hurriedly. Several men standing outside the bank saw the three Negroes leave the bank, jump into the car and depart. Some said there was a fourth man in the car, while others could not be sure.

Dramatic Photo of Tragedy on the Atlantic



This dramatic photo was made on the Atlantic Ocean, 160 miles southeast of New York, as the Coast Guard plane, V-164, sank. Members of the ketch Atlantis' crew, which lowered a lifeboat, worked quickly to pull aboard five survivors. Three died, one of them the stricken seaman they were taking ashore from the Atlantis. Investigation was ordered. Skipper of the Atlantis reported hearing an explosion.

Danzig Nearer To German Control

Jews In Palestine In Strike Protest

Jerusalem, July 18.—(AP)—Jews throughout Palestine, in protest against Britain's six months ban on Jewish immigration into the Holy Land, began a 10-hour strike today. At 2 p. m. (7 a. m. eastern standard time), they closed their shops and shuttered their windows. The National Council of Palestine Jews called the strike in an admitted effort to influence debate on Palestine issues in the British Parliament. Only a few Jews holding special passes from their local committees appeared on Jerusalem streets. Mobile police took special precautions in the city.

"Peaceable Solution" Talked in Berlin Means German Occupation; German Troops and Supplies Moving Toward Free City

Free City of Danzig, July 18.—(AP)—President Arthur K. Greiser, of the Danzig Senate, and other members of the free city government met at the Senate building shortly before noon today to discuss the next steps to bring about reunion with Germany. Press officers said that members of the Senate, the ruling body in Danzig, would discuss any changes in Danzig-Polish relations resulting from last week's conferences at Munich and Berchtesgaden between Adolf Hitler and Albert Forster, Danzig district Nazi leader. Officials, however, would not say whether the Senate had been called into session formally. Foster, who returned by plane last night, was not present at today's meeting, but he was known to have conferred with party and government leaders last night on suggestions he brought back from Germany. He is not a member of the government. Shortly before the home-coming of the Nazi leader, observers on a highway leading into Danzig from Marienburg, East Prussia, counted 40 military supply trucks being driven by men in uniform into the free city. Neither the nature of the cargo nor the precise destination of the truck train was known.

209 Of 212 Persons Saved In Japanese Sea Disaster

San Francisco, Cal., July 18.—(AP)—The Marine Exchange said today 209 of 212 persons reported aboard the Japanese freighter Bokuyo Maru were rescued shortly before the ship sank in flames 1,125 miles east of Yokohama. Earlier reports had placed only 110 aboard the 8,619-ton vessel. The Bokuyo Maru, operated by the N. Y. K. line (Japanese Mail Steamship Company) left San Pedro, Cal., July 2. It had put in there after a cargo of nitrates loaded at Valparaiso, Chile, began smoldering in the forward hold. The Maritime Exchange of the San Francisco Chamber of Commerce reported details of the disaster were contained in a private

radio message to the Associated Oil Company from its tanker Associated, which picked up the survivors. The 445-foot freighter sent out SOS calls for five minutes, then its signals were cut off, indicating the fire, which evidently started among the nitrates, may have disabled the radio. Her last reported position was latitude 36.38 north, longitude 159.8 east, putting her directly on the regular steamship lane between Yokohama and San Pedro. Officials said the Japanese line ordered four ships to the stricken freighter's assistance at first reports of danger. The closest was expected to arrive at the scene later today. Two of the three persons unaccounted for, it was reported, were a junior engineer and a stewardess.

Manchoukuo Asks Japan To Protest

Hsinking, Manchoukuo, July 18.—(AP)—Japanese-protected Manchoukuo asked today that the Japanese government protest directly to Moscow against recent Soviet Russian air raids on Manchoukuo railway centers. Previous protests have been sent by Manchoukuo to the Russian-protected Outer Mongolian government at Ulan Bator, with no apparent effect. Japanese believe that some, if not all, the raiding planes are based in Outer Mongolia. The Japanese army in Manchoukuo reported that unusual military preparations are in progress across the entire 5,000-mile extent of Siberia. Of more immediate concern to the Japanese command was a large Soviet-Mongol concentration north and south of Nomonhan Hill, on the disputed Manchoukuo-Outer Mongolia border. Fighting was said to have continued in the Nomonhan sector after two invading Mongol units were repulsed Monday. Other Mongol troops may have entered Manchoukuo north of this battle zone, where no Japanese troops were stationed. The border warfare between Soviet-Mongolia and Japanese-Manchoukuo troops have developed into an extremely serious situation, Japanese officials said. One authoritative source said the next two days would determine whether the fighting would flare into the most extensive thus far. It has been continuing sporadically since May 11. Officials were awaiting a formal Mongolian reply to a protest against Soviet air forays into Manchoukuo before determining their course. It was believed officially that the severity of the protest would hasten a Soviet response.

"PEACEABLE SOLUTION" IS NOW EXPECTED BY BERLIN

Berlin, July 18.—(AP)—A German government spokesman said today that Germany thinks the Danzig situation is steering in the direction of a "peaceable solution." "We are very optimistic," he continued, but would not disclose on what the optimism was based. "By 'solution' you can mean only the incorporation of Danzig in the Reich," one correspondent observed. "Our position on this question and

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All of Negro Teachers Are To Get Raise

Raleigh, July 18.—(AP)—The salary committee of the State School Commission has virtually agreed, it was learned today, to recommend that "A" grade teachers with five to eight years of experience and all Negro teachers get the biggest part of \$269,000 available for salary increases. The differential between pay of white and Negro teachers will be closed slightly, members said. Something like \$115,000 to \$125,000 will likely be made to apply to pay for Negroes. Teachers with the "A" certificates who have worked five years will be rewarded, but the majority of the committee expressed opposition informally to a ninth increment.

Towns Which Do Not Report Lose Taxes

Daily Dispatch Bureau, In the Sir Walter Hotel, Raleigh, July 18.—Incorporated towns in four North Carolina counties failed to share in the distribution of the half million dollars in intangibles tax for the past year because of failure to report tax valuations and rates to the State Department of Revenue. In seven counties, the towns and cities received more than the county itself because of the higher municipal tax levies. These somewhat incongruous conditions are found by analysis of the revenue department's statement of distribution made public this week. One other county failed to receive anything for municipalities for the perfectly good reason that no incorporated town is listed in the department's files. That is Currituck county, which got \$510.60 for the county treasury out of the distribution. So far as records show, it is the only county in the State without a corporate municipality. Camden, Hyde, Stokes and Tyrrell all have small incorporated towns, but since these towns failed to file reports of taxables, the department had to ignore them in paying back the money derived from intangibles taxes. In the counties of Buncombe, Dur-

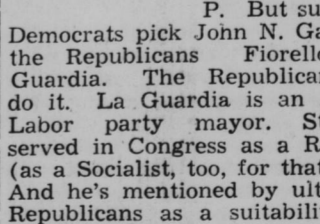
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SHIPMENT OF SPUDS SMALLER THIS YEAR

Raleigh, July 18.—(AP)—North Carolina Irish potato growers have shipped 6,830 cars this year, compared with 8,470 last year, A. B. Harless, marketing specialist, reported today, and shipments are practically over. Pennsylvania buyers took 1,820 carloads of North Carolina potatoes this year, Harless said, with Ohio buying 1,082 and New York, 1,044.

Liberals vs. Conservatives Now Talked

By CHARLES P. STEWART, Central Press Communist Washington, July 18.—Some Republicans are as liberal as some Democrats. Some Democrats are as conservative as some Republicans. Next year's presidential nomination may align liberals and conservatives against one another. Then again, they may not. Suppose Franklin D. Roosevelt is named once more on the Democratic ticket and that Senator Taft, for instance, is named on the Republican ticket. That unquestionably would be interpreted as implying a liberal Democrat versus a conservative G. O. P. But suppose the Democrats pick John N. Garner and the Republicans Fiorello H. La Guardia. The Republicans won't do it. La Guardia is an American Labor party mayor. Still, he's served in Congress as a Republican (as a Socialist, too, for that matter). And he's mentioned by ultra-liberal Republicans as a suitability. That would mean a very conservative Democracy against a rip-snorting radical Republicanism. But suppose both parties compromise. Suppose the Democrats hit on State Secretary Hull and that the Republicans hit on Senator Arthur H. Vandenberg—the former a moderate Democrat and the latter a moderate Republican; both extreme enlightened statesmen. The situation wouldn't be a bit clarified. There used to be a difference between Democrats and Republicans. The Democrats were states'-right



Senator Vandenberg

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GOP Chiefs Invited To White House

Committee May Be Discharged, Measure Attached as Rider to Other Bill or Some Committee Member May Switch His Vote

Washington, July 18.—(AP)—An extraordinary conference at the White House was arranged for tonight by Senate leaders today apparently to weigh chances for neutrality legislation at this session. The meeting, it was authoritatively reported, will include President Roosevelt, Secretary Hull, Senate Democratic Leader Barkley; Chairman Pittman, Democrat, of the Senate Foreign Relations Committee, and three Senate Republicans, Minority Leader McNary of Oregon, and Borah of Idaho, and Austin, of Vermont. Invitations to the Republicans were said to have been telephoned last night and this morning by Senator Barkley. Senator Barkley said it was his understanding the President and Mr. Hull wished to learn the individual views of the members on efforts of the administration to obtain revision of the neutrality law before adjournment. Borah was the only member of the group who voted with the majority of the foreign relations committee to postpone until next session. Three possible methods of reviving the controversial neutrality bill were under scrutiny by the administration's congressional leaders. Barkley said that they were: 1. The Senate might be asked to discharge the foreign relations committee from further responsibility for the bill, which then would go directly to the floor for debate. 2. The legislation might be attached to some other pending bill as a rider. 3. Some member of the foreign relations committee might be won over to the administration's viewpoint, thereby reversing the 12-11 vote by which the committee recently shelved neutrality legislation until the next session.

Submarine On Even Keel In The Ocean

Portsmouth, N. H., July 18.—(AP)—The disabled submarine Squalus, in which 26 men died, was found to be resting on the bottom on an almost even keel today when a diver made the first descent since the undersea craft tore away from its lifting pontoons last Thursday. The diver reported the submarine had only a slight list to port. A tangle of lines about the Squalus' deck prevented him making a complete inspection, pending which plans for a new salvage attempt cannot be made. Divers had been asking permission to descend to the Squalus ever since efforts to raise the craft failed, but until today, after several of the tangled lines and hoses had been cleared away, superior officers considered a descent too hazardous.

Burgunder Is Given Death Sentence

Phoenix, Ariz., July 18.—(AP)—Death in the State's lethal gas chamber was decreed for Robert Burgunder, 22-year-old college sophomore, today by a jury which convicted him of killing Jack Peterson, Phoenix automobile salesman. The youth's father, former Seattle prosecutor, had pleaded as head of the defense counsel, for a verdict of not guilty by reason of insanity, and attempted to show his blame as a "neglectful" and "ignorant" parent. Peterson was one of two salesmen lured to death in the desert under the pretext that a customer wanted a car demonstrated. Burgunder's divorced parents both came to his defense. His mother said she was to blame for his mental condition the day of the slaying.

Weather FOR NORTH CAROLINA.

Partly cloudy, scattered showers in northeast portion tonight and in east Wednesday; cooler in extreme northeast portion Wednesday afternoon.