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## Nazi Planes Sent To Aid Italy

### Army To Ask New Congress For Added Appropriation Of Three Billion Dollars

#### Runyon's Champion Family Man



Ira Stanley, 45-year-old truck driver from Kent, Wash., shown surrounded by his proud family, is to receive a handsome trophy from Dannah Runyon, noted columnist. Runyon, on the strength of a letter from Mrs. Stanley, picked Ira as the country's champion family man. The Stanleys, married 26 years, have two married children in addition to Patsy, 11, who is lighting dad's cigar, and Danny, 7.

(Central Press)

### 76th Congress Ends Long Session Today

#### Final Controversy Faced in Closing Hours Over Confirmation of J. Warren Madden as Member of Court of Claims.

Washington, Jan. 3.—(AP)—The House of Representatives of the record-smashing 76th Congress adjourned its last session this afternoon, but the Senate leadership called for a final meeting of that branch tomorrow morning.

House adjournment came at 1:31 p. m. (EST), 366 days after this Congress opened its third session on January 3, 1940.

The Senate leadership determined to meet tomorrow technically added one more day to the session, giving it an official life of 367 days as compared with the previous longest session of 354 days in the World War years of 1917-18.

Washington, Jan. 3.—(AP)—The 76th Congress, the longest in history convened for the last time today before turning over to a new legislature multiple problems of national defense, taxation, foreign policy, domestic economy and monetary questions.

The 36-day session usually had

#### Demands On Japanese

Beijing, China, Jan. 2.—(AP)—Colonel Allen H. Turnage, commander of the United States Marines stationed here, presented to the Japanese tonight three demands arising from the asserted maltreatment of five Marines arrested after a cabinet fracas.

The demands were handed to a representative of the Japanese army commander North China when he appeared at Turnage's office at the American's invitation. They were announced as follows:

1.—That the chief of the Japanese gendarmerie apologize to Turnage for the "unlawful arrest and unwaranted use of force" in seizing the Marines December 30.

2.—That the Japanese promise to take steps to prevent a repetition of such incidents.

3.—That the persons responsible for the arrests be punished.

Sum Asked to Further "All-Out" Armatment Program Would Push Total National Defense Appropriations Over Twenty Billions.

Washington, Jan. 2.—(AP)—The Army got ready today to ask the new Congress for an additional three billion dollars to further its "all-out" armament program.

The sum to be asked after the new session opens tomorrow was estimated as follows: a follow-up of 2,600 more bombing planes.

One billion dollars for the production of tanks, trucks, planes, in existing automobile factories and assembled in four mid-western plants operated by armament companies.

\$1,600,000,000 for guns, tanks, planes and other material to round out equipment for an army of two million men.

Summarizing, the construction of sixteen large armament plants to give the country sufficient reserves to supply field forces of three million men in an emergency.

A total of \$10 billion of the total of \$16,000,000,000 authorized for the Army last year has been obligated to date and in addition new munitions facilities are estimated 95 per cent of available funds now obligated.

The \$10 billion to be requested of the new Congress will push past \$20,000,000,000 the total national defense expenditures authorized since the beginning of 1940.

#### FDR's Speech Is Debated In Congress

Washington, Jan. 3.—(AP)—Representative Cox, Democrat, Georgia, told the House today that President Roosevelt's Sunday night address was "in effect a declaration of war," and in the Senate Senator Lee, Democrat, Oklahoma, appealed for every effort "to keep England alive."

Lee declared that Adolf Hitler was "making war on us economically" by making war on us politically.

"England is the only barrier against the rising flood of war," he said. "We should utilize every means to keep England alive," the senator said.

He added, however, he was not thinking of America going to war.

Representative Cox told his colleagues that "we must act to keep Britain intact," active participation in war" and that the President "believed that we can save America" by keeping England.

Representative Fisher, Republican, New York, however, said he disagreed with Cox's interpretation that Mr. Roosevelt's speech was in effect a declaration of war.

Two Republicans, Woodruff of Michigan and Taylor of New York,

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#### Average Tar Heel's Tax Bill Was \$22.13 In 1940

The former yielded \$41,536,063.39 in 1940, while the latter netted \$37,266,625.77.

There were listed fourteen tax categories (excluding "miscellaneous"), but when all the returns were in, it turned out that three kinds of taxes produce two-thirds of the State's entire revenue while the other eleven trail so far behind as to be almost out of shooting distance.

Biggest money producer was, in 1940, as it has been for years, the six cents a gallon levy on gasoline. For the twelve months of the last calendar year this tax brought in \$26,682,747.61. This is 72 per cent of all highway fund revenues (almost three-fourths) and 36 per cent of all distribution of Revenue.

Divided by 3,563,174 the result is \$22.13.

The Revenue department lists two principal divisions of taxes—"revenue" division or general fund, and motor vehicle" or highway fund.

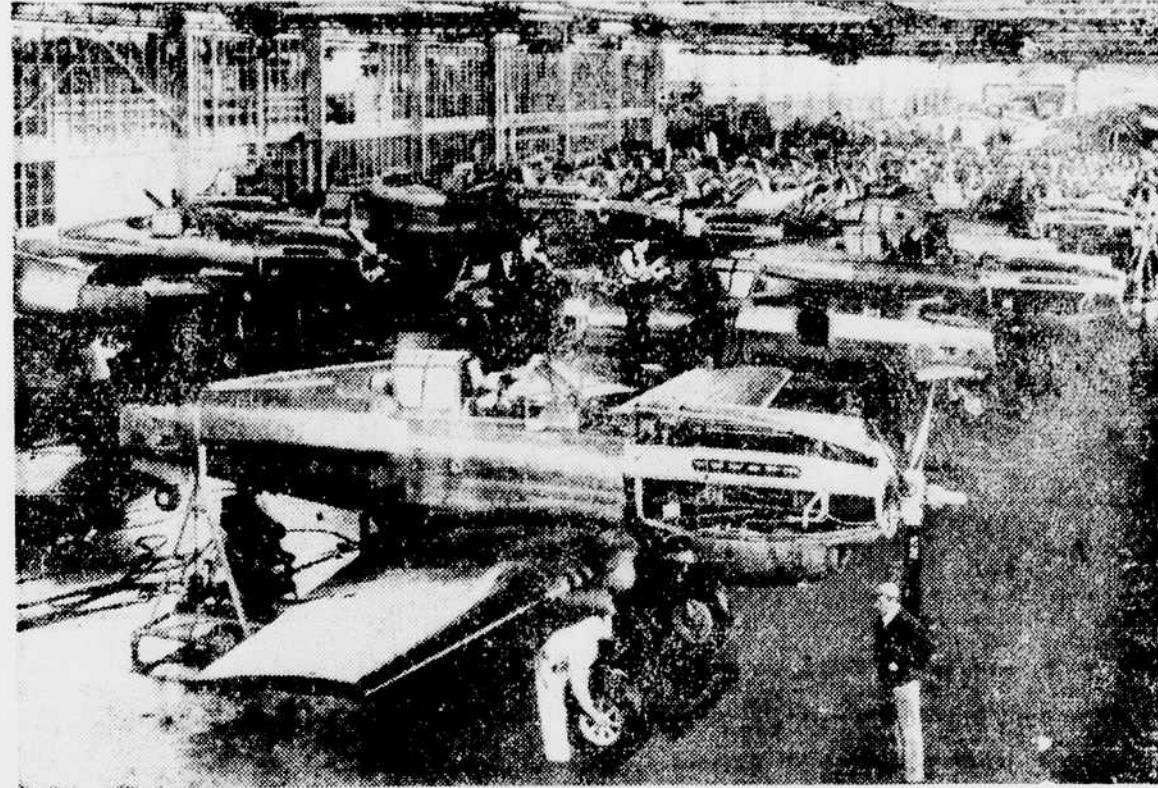
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#### Weather

FOR NORTH CAROLINA.  
Mostly cloudy, showers to  
night and in east portion Friday;  
mostly colder Friday and in  
the mountains tonight.

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#### Buffalo Plant Makes 8 Fighters Daily for RAF



Mass production of the new Curtiss Tomahawk fighters for Britain's Royal Air Force is really getting underway at the huge Buffalo, N. Y., plant of the Curtiss-Wright Corp., a part of whose assembly department is shown. A new high of eight planes a day is being turned out here for the RAF, in addition to those being made for the U. S. Army and Navy. (Central Press)

## Nazis Review Air War

### Proposals Favored

#### Congressional Reac-tion Favorable To- ward Program Recom-mended by Federal Reserve.

Washington, Jan. 2.—(AP)—Early congressional reaction was favorable toward a broad program of monetary legislation recommended by Federal Reserve officials as a safeguard against possible inflation due to heavy defense expenditures.

The plan which would require legislative action proposes among other things to repeat "greenback" legislation, to take away from the President his present power to make further changes in the dollar value and to institute eventual budgeting of the federal budget.

Although few compromises were available for conference Senator Kim, Democrat, Utah, called the suggestion "a very good way" and characterized the President's existing fiscal policies as "a world of complete hangs over our financial system."

Senator Adams, Democrat, Colorado, said he was "thoroughly in accord with the recommendation for removing the Presidential power to make further changes in the dollar value."

Representative Crawford, Republican, Michigan, agreed but said that Congress would not meet so long

as to enable the Federal Reserve Board to "completely control necessary to remove destructive influence possibilities."

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#### Convict In Death Dive

#### Youth Dives Head First From Top of Five-Story Tier of Cells at N. C. Prison.

Raleigh, Jan. 2.—(AP)—Eric Norton, 17-year-old state convict, dived head first to his death today from the top of a five-story tier of cells at Central Prison as Raleigh firemen tried in vain to get a life net.

Coroner Roy M. Banks said after an investigation that it was clearly a case of suicide.

Norton was sentenced in Robeson county to serve concurrent terms of five to ten years and five to twelve years for store breaking and robbery with firearms. He entered prison May 7, 1940.

Warden Hugh H. Wilson said Norton had been reprimanded for a violation of prison regulations this

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#### Babson Sees No Danger Of Inflation Immediately

BY ROGER W. BABSON

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Lake Wales, Fla., Jan. 2.—The size of the national debt is approaching the present limit of \$49,000,000,000. This limit, however, is bound to be raised. Some say a nation's expenses cannot long exceed its income any more than can an individual continue to fall deeper and deeper into debt without becoming insolvent.

But, are these cases really similar?

Notes of corporations and individuals are disturbing too many people. In

order that readers may avoid needless worry, I will today discuss these subjects.

#### National Debt and Inflation

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### RAF Raids Nazi Bases Over Night

Italian Fliers Recalled  
From Aerial Siege  
of Britain; Neutral  
Eire Feels Impact of  
Bombs From Uniden-tified Planes.

By The Associated Press  
Adolf Hitler sent Nazi war planes and crews to bolster Italy's wobbling campaign in the Mediterranean, the Rome radio disclosed today, reporting also that Italian fliers have been recalled from the aerial siege of Britain.

Possible coming on the weekend of axis offensive forces across the channel, royal air force bombers meanwhile carried out "very extensive overnight raid" lashing at the German port of Bremen, naval invasion ports, U-boat bases and other targets.

An official Italian announcement said German planes and pilots had been sent into Italy "to help in the bitter aerial-navy fight now developing in the Mediterranean basin."

In some quarters this was taken to indicate that an axis attempt would be made to break the British sea blockade of Italy.

The British Press Association said the attack on Bremen was in partial retaliation for Germany's devastating fire and Sunday night on the city of London and that royal air force incendiary bombs "paid the Germans back in their own coin."

Hitler's high command acknowledged three factories were hit "causing some damage" with five killed and "several" wounded.

Neutral Eire felt the impact of bombs as unidentified aircraft scattered explosives within a 60-mile radius of Dublin for five hours early today. At least three persons were killed, two seriously wounded.

London had three alerts during the night. A communiqué said a small number of persons were killed there and in other raided areas which included the port of Liverpool.

Eyes of European diplomats meanwhile were focused on the troubled Balkans where Premier Philitoff of Bulgaria was enroute to Vienna, presumably for talks with Nazi leaders. Reports from Yugoslavia capital of Belgrade indicated the general belief in the Balkans was that while in Vienna, Philitoff would be advised of the purpose of the recent big German troop concentrations in Romania and of the part Hitler expects Bulgaria to play in his plans.

There was speculation that Germany might be seeking permission

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### January Draft Schedule Calls For 100,000 Men

Washington, Jan. 2.—(AP)—The Army's draft schedule was reported today to call for induction of approximately 100,000 selective service trainees in January.

Although tentative plans originally had called for an increase of 160,000 in the Army's enlisted strength during January, officials said recruiting of volunteers and other factors had combined to make it unnecessary to draft the entire 160,000.

Despite some lag in enforcement of conscription Army sources said units now in the field would reach originally planned for them this month.

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#### White To Resign Committee Post

New York, Jan. 2.—(AP)—William Allen White, chairman of the Committee to Defend America by Democracy, has decided to resign.

Adding the Atheneum administrative staff to his deathbed debts, White said he was "not fit to do my duty."

It was learned from the same sources that the Emporia, Kansas, editor had planned to submit his resignation today but had consented to remain at the head of the group until the committee meets, probably Monday.

The five deaths included, Noghty, Carolina, three.

#### RAF Bombs Bardia

Caio, Jan. 2.—(AP)—Royal air force bombers smashed at Bardia during the night, an official communiqué announced today, but still there was no sign of the all-out land, sea and air assault counted necessary to wrest the eastern Libyan base from the Italian garrison which has held it for 17 days of siege.

In fact, reports from the western desert suggested the British army might not wait to take Bardia before striking at a second big Italian base, Tobruk, west of Bardia and 80 miles inside Libya from the Egyptian frontier.

The royal air force dropped explosives on Bardia in virtually a blind attack" while bombs burst in the objective area," said the communiqué. "Detail of the damage were not observed."