

FEDERAL DEFICITS

The first Federal deficit of the depression era was recorded in the fiscal year 1931 and each year since that time has seen the Government spending more than its income. Altogether the deficit has amounted to almost \$18,000,000,000. At first, as the depression made itself felt, an effort was made to cut down expenses but this proved impossible as income dwindled. In 1932, the Government went to the rescue of banks, drawing heavily on its credit and the following years have seen the trend continue until, with the payment of the bonus this year, the deficit is estimated at 5.4 billion dollars. Beginning in 1931, with \$462,000,000, the figure jumped to 2.7 billions in 1932, 2.6 in 1933, 3.6 in 1934, 3.0 in 1935 and the 5.4 for the year just ended.

Previous to these annual deficits, the Federal Government expended around four and a half billion dollars but as the nation suffered in the grip of a world-wide stagnation, Federal income dropped to around two billion dollars in 1933. In 1934 receipts were around three billions and in 1935 the Government's income was nearly four billions. For the year 1936 the income was about four billion dollars and this year the Treasury expects its income to be more than five billion dollars. However, expenditures continue to rise as the Government assumes larger social responsibilities.

THE FUTURE OUTLOOK

The outlook for the future envisages a record-breaking surge of revenue if there is continued business recovery and the prospect of achieving a balanced budget if the business recovery takes off the Government a great part of the burden of relief. Of course, the budget can be balanced by a rigorous purge of expenditures. The Democratic platform speaks of a "balanced budget" at "the earliest possible moment" and ties the declaration with advancing expenditures. The Republican platform pledges a balanced budget "not by increasing taxes, but by cutting expenditures, drastically and immediately."

Cooperative associations to buy and sell for members are a major factor in the economic life of Great Britain, Sweden, Czechoslovakia and France. Accordingly the President has dispatched three investigators to these countries, and others, to survey their work with a special study of the relationship of these organizations to government.

DEPRESSION VANISHING

There are those who hold that the depression is vanishing and they point to signs that have weight. For four months the number of new jobs has increased, aggregating 88,000 in May according to the Labor Department. In a year the total gain has been 650,000, which does not include all occupations. Work relief rolls, it is noted, have been reduced a fourth in the past four months so that now the government's work program employs 700,000 less persons than in January. In addition, profits earned by business are running well ahead of last year according to reports from business and corporate sources.

DEMOCRATIC PLATFORM

The Democratic platform, as adopted, is an emphatic endorsement of the New Deal with a straight declaration that if legislation cannot be framed within the Constitution to adequately regulate commerce, protect public health and safety and safeguard economic security a clarifying amendment will be sought. The argument is that 48 States, with their legislatures and machinery, cannot handle problems arising from droughts, dust storms, wages and hours, monopolistic practices, etc.

On currency, the party seeks a sound currency stabilized to prevent wide fluctuations, declares the dollar the soundest coin in the world, government credit higher than in years, deflation stopped and values restored. In foreign affairs the Democrats preach the "good neighbor" policy, oppose war, favor neutrality, a strong defense and taking the profit out of war.

The farm plank boasts of what has been done in taking the farmer off the road to ruin, mentions soil conservation, the fight against erosion, rural electrification, and promises continued farm bounties

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Doughton Speaks At Independence Day Celebration

Address Of Alleghany Congressman Is Feature Of Colorful Program At Statesville Friday

SPEECH IS PATRIOTIC

Hearers Are Urged To Stand By The Principles On Which The Fathers Founded Our Government

Congressman Robert L. Doughton, of Alleghany county, was the principal speaker in a colorful Independence Day celebration Friday at Statesville.

Thousands of people were present to join Statesville in the celebration.

The Alleghany congressman delivered, from the speakers' stand on West Broad street, an inspiring patriotic address in which he urged his hearers to stand by the principles on which the fathers founded our government.

Among those making short addresses were Dr. W. S. Long, president of the North Carolina Firemen's Association, Sherwood Brockwell, state fire marshal, and Mayor Ben Douglass, of Charlotte.

The streets of Statesville were in gala attire for the event. The Davidson college band, the Kappa Kappa band, the Salvation Army band and Dr. Turner's Statesville band furnished music for the day. Highway patrolmen and members of fire and police departments from various cities and numerous distinguished visitors participated in the parade and in the exercises of the day. Among the cities represented were Charlotte, Asheville, Salisbury, Gastonia, Lexington, Concord and Mooresville.

The fire team races and the bathing beauty contest came in the afternoon. The horse show was called off on account of a downpour of rain. The fire works display at 8:45 and the Country Club dance at 9:30 Friday marked the close of the program.

Rockefeller Passes 97th Birthday Tues.

Lakewood, N. J., July 7.—John D. Rockefeller's Swedish cook baked tonight a large cake on which were placed 97 small candles in honor of her employer's birthday tomorrow.

The cake was big because the men who turned oil into millions of dollars planned to share it with the staff of his Lakewood estate golf house.

That, however, will be as far as the servants will share in the birthday observance unless they chance to meet Rockefeller in the halls of the mansion.

STORMS IN NETHERLANDS

Amsterdam, July 7.—Five persons were killed today in heavy thunderstorms throughout the Netherlands. Amsterdam had one of the heaviest rainfalls on record.

"Gray Granny" Is Mother Of Her 2nd Colt At Age Of 25

Persons who were interested in reading the account of "Old Gray Granny," or "Byrd," mare owned by Mrs. Jincy I. Osborne, becoming a mother of her first colt at the age of 24, will probably be interested to know that she has now become the mother of another colt at 25. The story of the first colt's birth was published last year in THE TIMES.

"Gray Granny" has 25 years of credit now," it was said of her recently, "has been working hard for the past year and is now the mother of her second colt, which is a fine little black horse.

"The owner, though 70 years of age, is very proud of 'Gray Granny' and her two colts and still steps sprightly. I suppose she will soon be getting down her feathers to dust the old side saddle to take another ride this year."

Galax Livestock Market Auction Largely Attended

At the weekly livestock auction sale held at Galax Monday in Felts park by the Galax Livestock market, prices were paid as follows for the stock on hand: top heifers, \$5.00 to \$5.75; cows, \$3.50 to \$5.00; work oxen, \$4.50 to \$5.00; bulls, \$4.50 to \$5.00; top calves, \$7.95; medium calves, \$6.60 to \$7.45; lambs, \$9.50 to \$9.65; ewes, \$3.00 to \$4.00; rams, \$3.00 to \$4.00; stock ewes, \$7.00 to \$8.00, and hogs, \$10.95.

A large number of twin counties farmers and stock raisers were present. There was plenty of stock on hand and plenty of buyers were present.

Roosevelt Heard At Monticello On Independence Day

Calls For Maintenance Of True Freedom. Glass Introduces Executive At Home Of Jefferson

Monticello, Va., July 7.—A renewal of the founding fathers' battle for "true freedom" on the part of the nation was called for here Saturday by President Franklin D. Roosevelt in his Fourth of July address at the portico of Thomas Jefferson's mountain home.

The president's Independence Day address rang with the praises of Jefferson as a "great gentleman" and a "great commoner" who was not satisfied with "things as they were" but concentrated on "things as they ought to be."

Sprinkling eulogies of Jefferson liberally through his address, the president firmly voiced a confidence that the spirit of Jefferson was not that of "a golden age gone now and never to be repeated in our history."

"Our problems of 1936," he said, "call as greatly for the continuation of imagination and energy and capacity for responsibility as did the age of Thomas Jefferson and his fellows.

As he spoke, the President stood among a bodyguard of troopers in uniforms of colonial days. He gazed from the portico of Monticello, out across the dips and valleys of the mountainous Virginia countryside. Assembled there with him were Mrs. Roosevelt, Secretary Ickes, Postmaster General Farley, Governor Peery, of Virginia, and other officials.

Mr. Roosevelt was introduced by a man who not infrequently has been a critic of new deal of this and succeeding generations of Americans, saw the 180,000

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Roosevelt Sets Up Program For Drought Relief

Washington, July 7.—A drought relief program was set in motion today by President Roosevelt that is designed to provide incomes for 170,000 distressed families, feed live stock and change the economy of the "dust bowl."

He named himself the nation's No. 1 inspector to check personally next month on progress of his plans.

Flanked at a press conference by administration executives interested in drought relief, the President said families in the parched area would receive aid through work relief projects and subsistence loans and grants. Government loans, he said, will be made to small cattle feeders to save their foundation herds.

The new plans, he disclosed, contemplate adjustment of farmers to the new enterprises which will not depopulate the affected region, but which will alter the economy of the blighted district and halt the need of direct federal relief, which he estimates totaled \$300,000,000 during the last three years.

Earlier, the drought committee of the Agriculture Department named 97 "emergency drought counties" in North and South Dakota, Montana and Wyoming where federal relief operations will be concentrated.

Nominated For Governor On July 4



Clyde R. Hoey (above), "silver-tongued" orator of Shelby, who was nominated for governor of North Carolina in the Democratic run-off primary held on Saturday, July 4. He defeated Dr. Ralph W. McDonald, Winston-Salem, anti-sales tax candidate.

Borah Pledges Support To The G. O. P. Ticket

Has No Intention Of Bolting, He Says In Statement Issued Monday. Landon "Happy" At News

Boise, Idaho, July 6.—Allegiance to the Republican ticket was pledged today by Senator William E. Borah, about whose intentions regarding the presidential campaign there had been a shadow of doubt since the Cleveland convention.

"I have no intention of bolting the ticket," said the veteran Republican, adding:

"I am supporting the platform and I have been supporting the platform from the beginning."

Thus, in a long-awaited clarification, Borah removed the expressed doubts of many leaders from Boise to Washington regarding his stand in the campaign.

At Topeka, Kans., the Republican presidential nominee, Governor Alf M. Landon, said: "I am happy to have the co-operation of Senator Borah in this campaign."

Borah still withheld definite announcement of his intentions regarding seeking a sixth term—but he did not deny a friend's flat statement he will run again. The friend, W. Scott Hall, of Malad, Idaho, a follower of the "Lion of Idaho," for 25 years, said after a conference:

"I am convinced Senator Borah will be a candidate for re-election."

"STILL" IS DESTROYED BY OFFICERS TUES. MORNING

Leonard Roup, J. T. Jones and A. R. Williams, Federal Prohibition agents, and Deputy Sheriff Vann Miller destroyed a 60-gallon copper "still" near Laurel Springs Tuesday morning of this week.

About 450 gallons of mash were poured out.

No prisoners were taken, as the still was not in operation at the time of the raid.

HELL IS HOT!

Howell, Mich., July 7.—Hundred-degree temperature roasted the little community of Hell, in southern Livingston county today. The hot weather lifted the mercury to a point 108 degrees above that of last January when Hell "froze over" in one of Michigan's coldest winters.

Alleghany Gives McDonald Majority In July 4 Voting

Democratic voters of Alleghany county went to the polls July 4 and gave Dr. Ralph W. McDonald, Winston-Salem, a majority in this county for the party's nomination for governor.

Clyde R. Hoey, Shelby, the successful candidate, received 1,031 votes in Alleghany to McDonald's 1,067.

Farley To Take Leave Of Absence From Cabinet Post

Will Devote All Of His Time In Effort To Bring About Reelection Of His Chief In November

Washington, July 7.— Announcement was made today by President Roosevelt that Postmaster General Farley will take a leave of absence from his cabinet post, beginning August 1, and devote all of his time to the new deal election campaign until after the voting in November.

First Assistant Postmaster General William E. Howes, of South Carolina will act as head of the department during Farley's absence.

Farley, who had a two-hour luncheon conference with his chief yesterday, was not ready tonight to talk of his campaign plans. He will discuss the election drive at a press conference soon, probably tomorrow morning.

Mr. Roosevelt told of Farley's campaign status at his press conference. He referred to the Democratic national chairman as "Jim," adding that it went without saying that Farley would not receive pay during the period of his absence.

The reason the genial postmaster general is delaying his departure from the cabinet until August 1 is that he wants to clear up the department's profit-and-loss statement for the fiscal year which ended June 30, Mr. Roosevelt said.

The President was indefinite as to exactly when Farley will resume his duties, saying merely that it would be some time after the election.

Under this arrangement Farley apparently has not yet been forced to bow to President Roosevelt's order two years ago that national committee who held government jobs or who practiced law before government departments would have to divorce themselves from one or the other of the jobs. Presumably the campaign manager will be able to step back into the cabinet after the election.

Seeks Acceptance Of N. C. Social Security Measure

Raleigh, July 7.—G. R. Parker, regional director of the social security board, was asked today by Governor J. C. B. Ehringhaus to use his influence to persuade the board it should reverse its unfavorable decision on the state's unemployment insurance law.

Following a "very satisfactory conference" with Parker, the Governor said he still is convinced the Cherry act—North Carolina's unemployment insurance law—complies adequately with the requirements of the federal social security act.

Even if the board declines to reverse its decision on the Cherry act, the Governor said, he still would not call a special session of the General Assembly to consider social security legislation.

"I don't think North Carolina will lose approximately \$2,000,000 through failure to take part in the unemployment insurance program," he said. "I feel certain Congress will amend the unemployment insurance law so that we will get back the money."

The \$2,000,000 is an estimate

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Hoey Is Nominated Sat. For Governor Of North Carolina

Shelby's "Silver-Tongued" Orator Leads McDonald By 53,000 Votes In Run-Off Primary Held July 4

EHRINGHAUS PLEASSED

W. P. Horton, Chatham County Legislator, Named Party's Choice For Office Of Lieutenant Governor

BULLETIN

Charlotte, July 7.—Complete returns from Saturday's Democratic primary, compiled today, showed the following:

For governor: Clyde R. Hoey, 266,813; Dr. Ralph W. McDonald, 212,879.

Lieutenant-governor: W. P. Horton, 217,652; Paul Grady, 206,773.

Secretary of state: Thad Eure, 233,751; Stacey Wade, 192,082.

Clyde R. Hoey, of Shelby, veteran party stalwart and one of the South's outstanding "silver-tongued" orators, emerged from North Carolina's run-off gubernatorial primary held Saturday—July 4—the winner with a lead of 53,000 votes over his 33-year old opponent, Dr. Ralph W. McDonald, of Winston-Salem, militant sales tax repealer candidate.

Virtually complete unofficial returns from the Independence Day voting in the state revealed these figures.

Late and scattered returns tonight failed to change the substantial majority which Hoey piled up against the former college psychology professor. Returns from 1,798 of the state's 1,868 precincts gave: Hoey 263,718; McDonald 210,264.

The paramount issue in the race was the state's \$10,000,000-year sales tax, which the 1933 legislature enacted to relieve property taxation. Hoey contended repeal of the entire levy at this time would result in other taxes which would drive industry from the state.

McDonald charged that Hoey, a party campaigner for more than a quarter century, was the candidate of a "machine" dominated by Governor J. C. B. Ehringhaus and former governor O. Max Gardner, Hoey's brother-in-law, and asked for a "return of the government to the people."

Thad Eure, principal clerk of the State House of Representatives, won the nomination for secretary of state over the incumbent, Stacey W. Wade, on the face of unofficial returns from 1,767 precincts. The standing was: Eure, 225,233; Wade, 185,256.

The closest of the three statewide races to be decided in the run-off primary was for lieutenant governor. W. P. Horton, Chatham county legislator, led Paul Grady, another legislative veteran, by about 6,000 votes with returns tabulated from 1,768 precincts.

The vote was: Horton, 209,668; Grady, 203,248.

Raleigh, July 4.—At midnight

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ALMANAC  
You didn't know  
Credit, like a looking glass, broken once, is gone, alas!  
JULY  
10—1000 French troops left the Colonial Army, 1783.  
11—Barry kills Alexander Hamilton in duel, 1804.  
12—One hundred die in various New York City Orange Day rioting, 1871.  
13—Sir Walter Raleigh lands in Virginia and claims it for England, 1585.  
14—John U. S. Rigney, U. S. Senator, dies, 1885.  
15—Edward Rigney, U. S. Senator, dies, 1885.