

CITIES, STATES IN MIDDLEWEST CURB SPENDING

Slash Budgets, Salaries in Desperate Attempt to Avert Tax Boosts.

When the great industrial plants of that region just west of the Alleghenies started slowing down, property values decreased, as did earning power of taxpayers.

BY LEO F. BARON, United Press Staff Correspondent. (Copyright, 1932, by United Press.) CLEVELAND, Jan. 27.—The fertile valleys and mammoth industrial section of the Great Lakes region have heeded the call for economy in government.

Through the region where a vast industrial empire has been built, a demand for governmental saving has become more and more insistent, and the cry against increased taxation has brought governmental action.

Real estate values have slumped. Taxpayers' earnings have decreased appreciably. Tax delinquencies have mounted appallingly. Banks have failed. Farmers have held mass meetings demanding relief from taxes.

City after city has reported financial worry. Cincinnati stands alone among the major cities which has escaped; there a cash balance of \$4,757,192 was reported at the end of the last fiscal year and an unencumbered balance of \$41,181.

Detroit Taxes Slump

But in other cities the picture differs. Detroit has slashed \$22,000,000 from its operating expenses. Salaries have been cut 10 to 17 per cent and hundreds of employees have been dismissed. Tax delinquencies total about \$23,000,000.

Kokomo, Ind., is trying to borrow \$150,000 to pay salaries. Hammond has passed an ordinance cutting salaries 10 per cent, but Mayor Charles Schonert claims he will veto it. Cleveland is faced with a \$2,000,000 deficit. Pay reductions of from 8 1/2 to 15 per cent on salaries exceeding \$150 are planned.

In Louisville, property owners have inspired a tax reduction of 11 1/2 per cent and Mayor William B. Harrison has ordered drastic reductions in city expenditures.

Youngstown, O., faces a deficit

and Toledo cut the salary of police and firemen \$50 a month and other employees 25 per cent. School vacations were lengthened a month at Christmas in Akron and the personnel of the police and fire departments was cut.

Wheeling May Close Schools

Columbus faces a deficit and Wheeling reports schools may have to be closed two months early this year.

In the entire district, the United Press survey showed, every effort is being concentrated towards easing away from the threatened deficits. The state by state survey showed:

Ohio—Governor George White ordered a 7 per cent cut in departmental expenditures in 1931, and 15 per cent for 1932. There have been no salary reductions, but some reductions in personnel.

Michigan—Salaries in some departments have been cut and personnel dismissed in others in an attempt to avoid the threatened \$10,000,000 deficit. Road building continues to give employment to the great groups of the state's unemployed.

Indiana Needs \$2,000,000

Indiana—There has been no sharp curtailment of expenditures, but a movement is underway to bring about a 25 per cent cut. The state must borrow \$2,000,000 to tide it over until June, when taxes come due. Tax delinquencies are expected to exceed the \$10,000,000 delinquencies of 1931.

Albert T. Wedeking, chairman of the state highway commission, has recommended the state taking over 40,000 miles of country roads to reduce the obligations of local governments.

Kentucky—The state is faced with a possible \$3,000,000 deficit. The geological survey and state attorney's office may be abolished. A sales tax, an income tax and luxury taxes may be imposed. Teachers salaries are in arrears in some sections.

West Virginia—The state must

subsidize solely on credit for the remainder of the year with the deficit already nearing \$2,000,000. Some departments are operating on an 80 per cent personnel basis. Governor William G. Conley has refused to summon the legislature into emergency session.

ADD FOUR TO FACULTY

Butler Evening Section Ready for Second Semester Next Week.

Four new members of the faculty of the evening course section of Butler university will assume their posts Monday. Miss Anna K. Suter and H. L. Harshman will teach mathematics. Mrs. Paul Iske will teach in the zoology department, and Miss Mabel Arbutnot in an instructor in classical languages.

Twenty-one departments of study will be offered in the next semester at the university. Classes are held from 4 to 9 p. m. at the Fairview campus, the Teachers' college and Benjamin Harrison school, Walnut and Delaware streets.

DRUG FIGHT FINANCED

Rockefeller Foundation Support Is Pledged for Three Years.

By Times Special WASHINGTON, Jan. 27.—The campaign against drug addiction being carried on by American scientists and physicians under auspices of the national research council will be financed for the next three years by the Rockefeller Foundation, it was announced here today. The sum granted also will provide for an increase in the yearly budget so that the investigations can be pushed more vigorously.

RUTH JUDD'S 'BABY COMPLEX' IS BARED



Mr. and Mrs. H. J. McKinnell

Mother's Testimony Is Aid to Insanity Defense; Jealousy Admitted.

BY GEORGE H. BEALE, United Press Staff Correspondent

PHOENIX, Ariz., Jan. 27.—Winnie Ruth Judd was jealous even in her youth, her mother, Mrs. Carrie McKinnell, 66, Darlington, Ind., a preacher's wife, admitted under cross-examination today at Mrs. Judd's trial on a charge of murdering Mrs. Agnes Anne Lerol.

The mother was asked if Mrs. Judd, then Winnie Ruth McKinnell, had not been extremely jealous of a youth whom she once accused of assaulting her.

"Yes," Mrs. McKinnell said gravely.

Jealous of Youth

"Is it not true that she was jealous because he paid some attention to another girl?" County Attorney Lloyd Andrews asked.

"Yes, that was the reason," she answered.

She told of Winnie's "mother-mania"—how she longed for children and pretended to have them—only to conceal her dreams dissolved.

She told of finding Winnie making baby clothes at the age of 17, only to learn later through a doctor that she was not to have a child.

She told of Winnie's disappearance from her—termed by the girl an abduction—and her subsequent discovery in a barn clothed only in a night dress and gunnysack, and her charge that a boy ten years her senior had contrived to kidnap her to conceal her impending motherhood.

All of Winnie's "motherhood" stories, Mrs. McKinnell branded figments of the imagination.

The quaint little old lady, who wore a box-hat and square rimmed spectacles, was just able to control her emotions while she related incidents of Winnie's early life.

Died in Asylum

The mother admitted that two of her cousins died in the insane asylum, and that her daughter, herself, was eccentric in her youth.

Mrs. McKinnell was followed by her husband, the Rev. H. J. McKinnell, retired Methodist pastor of Darlington; her son, Burton J. former University of Southern California student, and defense attorneys state, Dr. Judd.

Mr. McKinnell will substantiate the story told by his wife of the strange actions of his daughter during her early life.

Burton Judd was expected to tell of her reactions when she attempted to claim in Los Angeles the trunks containing the bodies of Mrs. Lerol and Hedvig Samuelson, her alleged victims.

Gone, but Not Forgotten

Automobiles reported to police as stolen belong to:

Walter Henderson, R. 2, Franklin, Ind., Ford coupe, 225-325 (1931), from Franklin, Ind.

Wayne Conger, 642 Billmore avenue, Chevrolet coach, 53-259 (1931), from Ohio and West streets.

Charles Jagers, 647 East Thirty-fourth street, Essex sedan, 766-371, (1931), from 121 South Meridian street.

Paul Whalen, Apartment 9, at 1228 North Illinois street, Chevrolet coupe, 61-634 (1931), from Spring and St. Clair streets.

Julius Schaller, 2300 North Emerson avenue, Hudson coach, 47-300 (1931), from Tenth street and Drzel avenue.

J. Kimbro, 1147 West Seventeenth street, Buick roadster, 61-764, from 2310 North Alabama street.

LeMont Miley, 1430 South Belmont avenue, Ford coupe, 734-109, from Technical high school.

James Briggs, 837 Sanders street, Ford coupe, 753-100, from Vermont and Pennsylvania streets.

BACK HOME AGAIN

Stolen automobiles recovered by police belong to:

Virgil Clarkson, 1530 Comer street, Oakland, found west of White River on Raymond street.

Martha B. Myers, 827 East Fifty-second street, Essex roadster, found in rear of 1435 English avenue.

STOP THAT COLD

DISTRESSING cold in chest or throat—that so often leads to something serious—generally responds to good old Muterole with the first application. Should be more effective if used once every hour for five hours.

This famous blend of oil of mustard, camphor, menthol and other helpful ingredients brings relief naturally. Muterole gets action because it is a scientific "counter-irritant"—not just a salve—it penetrates and stimulates blood circulation, helps to draw out infection and pain. Used by millions for 20 years. Recommended by doctors and nurses.

To Mothers—Muterole is also made in milder form for babies and small children. Ask for Children's Muterole.



BRITISH CLAMOR FOR REPUDIATED BOND PAYMENTS

Investors Point Out Eight American States Owe \$300,000,000.

BY WILLIAM PHILIP SIMMS, Scripps-Howard Foreign Editor.

WASHINGTON, Jan. 27.—British holders of the repudiated bonds of eight states of the United States—aggregating approximately \$375,000,000 in principal and interest—are renewing their drive for settlement.

Now that Americans are demanding payment of the war debts, they declare in words that convey a well-defined jibe, it might not be entirely unifying if they took the time to look into the matter of certain repudiations nearer home.

The eight states cited in the same category with Honduras, Mexico, Portugal, Russia and Turkey, are Alabama, Arkansas, Florida, Georgia, Louisiana, Mississippi, North and South Carolina.

Interest High in Millions

The face amount of the unpaid securities is said to be about \$75,000,000 with interest footing up to around \$300,000,000. Alabama is charged with having repudiated in the neighborhood of \$12,000,000; Arkansas, \$13,500,000; Florida, \$8,000,000; Louisiana, \$1,000,000; Mississippi, \$7,000,000; North Carolina, \$12,600,000; South Carolina, \$6,000,000, and Georgia \$13,000,000.

Some of the issues go back to the 1830's, but for the most part, they date from the reconstruction period following the Civil war. At that time, the states in question were in the hands of the notorious "carpet baggers," imposed by the federal government at Washington.

Incurred for the ostensible purpose of building railways, plank roads, canals, levees and for the creation of state banks, the loans largely were floated abroad, principally in Great Britain.

Indiana Also Caught

With the exception of Florida and Mississippi, practically all repudiations came after the affairs of the southern states had been turned over to their own people following the post-war period of federal rule.

These two states, along with Pennsylvania, Indiana, Illinois, Michigan, Maryland and Louisiana, were caught in the panic of 1837 and virtually bankrupt. But while the others finally settled at varying amounts on the dollar, the Civil war caught the southern states and prevented even that arrangement.

As for the reconstruction period loans, some were unquestionably valid, some went into the pockets of the grafting "carpet baggers," and some were hardly legal, having been made without due regard for the state laws or constitutions governing such matters.

After the federal troops of occupation had been withdrawn and the "carpet bag" governors had packed up and gone home, the various duly-elected legislatures or conventions refused to tax the citizens to provide the necessary funds for retirement.

Up to Federal Government

The prevailing sentiment of the times seems to have been that inasmuch as the federal authorities at Washington had taken over the management of the southern states, and saddled them with governments which had contracted—and largely made away with—the loans, the federal government could assume the responsibility for repayment.

For nearly sixty years the British council of foreign bondholders has been trying vainly to reconstruct. It has been stopped at every turn, for the states can not be sued without consent. Nevertheless, the council observes, the money was honestly lent and, regardless of what went with it, it should be honestly repaid.

Just as American money was lent to Europe for post-war reconstruction. And, so far as the British are concerned, there is not the slightest difference between their debt to the United States and the American states' debts to them.

FAMED ATTORNEY DIES

Alfred Austrian Acted for White Sox, Peggy Joyce's Husband, By United Press

CHICAGO, Jan. 27.—Alfred S. Austrian, 62, for forty years a prominent Chicago attorney, died Tuesday at his Division street home after a year's illness.

He had returned only last Saturday from Miami, Fla., where he had gone in search of health.

Austrian was attorney for James Stanley Joyce in his suit for divorce from Peggy Hopkins Joyce, the chorus girl, in 1921. He represented the White Sox management in the world series baseball scandal in 1919. He had a part in many other legal battles of national interest.

OWNER BATTLES STORE ROBBERS

Negro Trio Escapes After Exchange of Shots.

Three Negro bandits who escaped under fire after robbing a cigar store at 519 North Illinois street Tuesday night, were sought today by police.

The bandits exchanged shots with Edward F. Ford, owner, who seized a revolver as the gunmen left the store with \$45 from the cash register.

One of the bandits returned the fire, shattering a large plate glass window in the store.

Walter Whitcomb, 5329 Lawrence street, clerk, who also seized a revolver, chased the trio through an adjoining alley, but was outdistanced.

Mrs. Rosa Gee, Negro, 512 Pierson street, a customer in the store, witnessed the holdup, and the shooting which attracted hundreds of persons from the downtown district.

A bandit robbed Mrs. R. C. Baker, 1944 North Alabama street, of \$18, near her home, Tuesday night, police were informed.

Fred Katak, 22, attendant at a filling station at English avenue and Sherman drive, was robbed of \$25 by a bandit who locked him in a closet Tuesday.

ADMITTS MORE THEFTS

Bicycle Burglar Adds to His Confession, Making It 39.

Confession to seventeen additional burglaries has been obtained from Herbert Johnson, 18, 932 Fletcher avenue, detectives said today.

The youth is alleged to have used a bicycle in a series of thirty-nine burglaries, loot of which ranged from \$1 to \$75, detectives said.

He was bound over to the grand jury Tuesday by Municipal Judge William H. Sheaffer on a charge of grand larceny.

In the purported confession, the youth said he served a one-year sentence at the state farm in 1930, for burglary and grand larceny.

HARDWARE MEN MEET

Retail Association Convention Is Continued at Fairground.

The Indiana Retail Hardware Association convention was continued today at the industrial building of the Indiana state fairground as fifty-five exhibitors displayed their wares. J. O. Reinhold of Kendallville, association president, opened the convention Tuesday.

Irwin E. Douglas of the National Retail Hardware Association and L. S. Shelton of Portsmouth, O., were the principal speakers this morning. The annual dinner will be held at the Claypool Thursday night.

FIND ARSENAL IN AUTO

Police Hold Roachdale Man After Towing in His Car.

When police towed in an automobile of W. W. Key of Roachdale, Ind., from a bus zone early today, they said they uncovered an arsenal.

Two revolvers, two shotguns and an automatic rifle were in the car, officers said. Key is held on a vagrancy count.

PETTIS DRY GOODS CO.

THE NEW YORK STORE . . . ESTB. 1853

RADIO-SPECIAL

Thursday Only!

"Priscilla"

RUFFLED

CURTAINS

Regularly \$1.39

84c Pr.

Dainty dots and multi-colored figured Marquisette that are so popular for bedrooms. Also suntan and ecru.

PETTIS—street floor.

Visit Pettis' WKBF Crystal Studio—Fourth Floor!

PETTIS DRY GOODS COMPANY

The New York Store

Clean-Up Sale!

To clean stocks of broken assortments after our great January Disposal Sale, Pettis' has drastically repriced hundreds of wanted items. Shop early, for in many cases quantities are limited!

MAIN FLOOR

Highland Linen and Vellum Paper

White, blue, orchid, buff and pink 29c

Madison Razor Blades, Pack of 5

Fits Gillette razor. Fine quality Swedish steel 21c

Houbigan's Toilet Water, Ounce

Odors are Quelques Fleurs and Ideal 67c

Houbigan's Talcum Powder

Regularly 75c. Assorted wanted odors 59c

Hot Water Bottle and Syringe

Combination; good quality. In assorted colors 79c

25c Cannon Bath Towels, Each

Heavy double thread. Assorted color borders 17c

A. B. C. New Spring Prints, Yard

36 inches wide. Many fast colors and combinations 18c

Fine Rayon Flat Crepe, Yard

Twenty attractive shades. 39 inches wide 39c

(\$1) 6-In. and 12-In. Girdles

Lined, with stays in front. Apron back 69c

All-Over Pattern Wool Lace, Yard

Spanish tile, white, green, beige and brown 79c

Women's \$1 Fabric Gloves, Pair

Slip-on and mousquetaire styles. Popular colors 59c

Washable Capeskin and Slip-on Gloves

Also costume styles. Some are slightly irregular \$1

Women's \$1 Handbags, Each

Imitation leathers. Black and brown only 59c

Sale of Higher Priced Jewelry, Each

Necklaces, earrings and bracelets. All colors 10c

SECOND FLOOR

257 Pairs Better Suede Shoes, Pair

\$6.45 and \$7.75 Values. Priced for clearance \$2.75

Women's \$2.95 to \$5.95 Cozy Robes

Quilted satins, flannel, all-silk and others 1/2 Price

Children's \$1.95 Coat Sweaters

Also group of assorted Sweater Sets, each \$1.29

Children's and Juniors' Berets

Felted and knitted. Were 50c and 75c 29c & 39c

Children's \$1.65 Jersey Leggings

Zipper fastenings guaranteed rustproof. In colors 84c

All Juniors' and Children's Coats

Tailored and dress styles. Sizes 2 to 6, 7 to 14 1/2 Price

Children's Jersey Rain Coats

Sizes 2 to 6 years. Red, tan, green and navy \$1.78

THIRD FLOOR

French Ecru Marquisette Curtains

Full width; 2 1/4 yards long. Special, pair 65c

Window Shades, Each

Oil opaque. 36x72-Inch size. Tan and green. Seconds 39c

Rayon Satin Boudoir Pillows, Each

Daintily trimmed with fancy braid and ribbon 39c

Fine Quality French Marquisette, Yd.

New popular sand shade. 40 inches wide 19c

Size 9x12 Axminster Rugs, Ea.

Colorful Oriental designs. Some irregular \$16.95

\$16.50 Axminster Rugs, Each

Just 10 to sell at this low \$10.95 price. Size 6x9 feet

Bon Ton Foundation

Garments

Regularly \$6.50 and \$7.50

Foundation garments for both slender and stout figures. With or without innerbelt. Sizes 34 to 46.

PETTIS—second floor.

Fine Lace

Curtains

In 1, 2 and 3-Pair Lots

Filet Net and Shadow Lace, Imported Swiss Lace. Each lot includes a solid sample. Here will be found curtains for every room in the house.

PETTIS—third floor.

Armstrong's Inlaid

Linoleum

Width 6 ft. Blue and gray tile, green and orange and brown. Black and tan tile. Discounted patterns.

PETTIS—third floor.

All-Silk

Flat Crepe

Width—39 Inches

This is an extra fine quality all-silk Flat Crepe, and comes in twenty of the latest shades.

PETTIS—street floor.

Wool-Filled Rayon

Comforts

Size 72x84 Inches

There are just 15 to sell at this low price. Regularly at \$10.95. Two-tone and plain colors.

PETTIS—street floor.

Silk and Wool

Ensembles

and Plain Crepes

Rayon crepes, plain and print combinations, in many smart new styles. Some with dainty puff sleeves.

PETTIS—basement.

January Special

Photograph Any Member of Your Family

Large Size Photo

8x10 Inches 69c