

MILLIONS OF NEW INCOME TAXPAYERS TO ENROLL IN UNWILLING ARMY IN 1933

Lowering of Exemptions and Boost of Rate Mean Heavier Drain on Purse Than in Years Past.

This is the first of six articles detailing the new federal income taxes regulations that upwards of three million more citizens must meet before March 15.

By ROBERT TALLEY
NEA Service Writer

WASHINGTON, Jan. 23.—Nearly three and a half million persons who did not have to file an income tax return last year must do so this year. That is the latest government estimate.

This new return, which must be filed by midnight of March 15, covers the income for the calendar year 1932.

Lowering of exemptions for both single and married persons means these new taxpayers will be gathered into the fold this year. The stiffer increase in tax rates in the peacetime history of the nation means that far more tax must be paid on the same amount of income.

Here's what has happened:

The exemption allowed married men and heads of families has been cut from \$3,500 to \$2,500; the exemption allowed single men has been cut from \$1,500 to \$1,000; the 25 per cent reduction formerly allowed on "earned incomes" has been eliminated.

Rates Go Soaring

The tax rate last year was 1½ per cent on the first \$4,000 in excess of exemptions; 3 per cent on the next \$4,000, and 5 per cent on the remainder.

This year it is 4 per cent on the first \$4,000 and 8 per cent on the rest. Surtax rates in certain brackets have more than doubled.

The credit allowed for each child or other dependent stands unchanged at \$400.

Here's how lowering of the exemptions is going to add new recruits to the army of taxpayers:

SINGLE PERSONS

Net Income	Paid Last Year	Must Pay This Year
\$1100	Nothing	\$4.00
1200	Nothing	8.00
1500	Nothing	20.00

MARRIED PERSONS

Net Income	Paid Last Year	Must Pay This Year
\$2600	Nothing	\$4.00
3000	Nothing	20.00
3500	Nothing	40.00

The above examples are for married and single persons without dependents or children, and receiving no dividends or partially exempt interest. Such credits will be discussed later.

To every person who paid federal income tax last year, United States collectors of internal revenue throughout the country are mailing an income tax return blank this year.

Must Get Own Blanks

But it will be up to the army of new taxpayers to get their own blanks. They may be had on application to any collector's office.

These offices are now open to receive returns, all of which must be filed by midnight, March 15. The responsibility for filing rests entirely with the individual, and willful failure to do so is punishable by added penalty, fine or imprisonment.

In short, a return must be filed by every married person or head of a family whose net income in the calendar year of 1932 was \$2,500 or more, and by every single person whose net income was \$1,000 or more, even if their exemptions and credits for dependents are sufficient to offset the necessity of paying a tax.

Moreover, every person—married or single—whose gross income was \$5,000 or more must file a return.

Total All Income

Net income is a figure arrived at by totaling income from all sources, then subtracting from that figure certain deductions specifically outlined, covering interest paid, losses by fire and storm, bad debts, and contributions to charity.

Net income is an arbitrary figure which can be determined only according to the tax blanks.

The bulk of income, especially in the smaller groups, represents salaries and wages. In this connection, you might as well keep in mind that Uncle Sam requires employers to report to him a complete list of all incomes paid to employees that equal or exceed the legal exemption.

This is the government's method of double-checking to see that nobody escapes tax payment.

There are two kinds of forms on which personal income tax returns are made, and it is important that you use the proper one.

Two Forms Used

Form 1040-A, a single sheet blank, is for reporting net incomes of more than \$5,000. Form 1040, a larger folded blank, is for net incomes of more than \$5,000. The latter form must also be used by business and professional men and farmers, regardless of the amount of income.

A farmer who keeps his books on a cash basis also is required to fill out another form, 1040-F, and attach it to his return. There still is another form for corporation returns.

While all returns must be filed by midnight, March 15, and at least one-fourth of the tax paid at that time, the rest of the tax, if desired, can be paid in three equal installments on June 15, Sept. 15 and Dec. 15.

This permits individuals to budget their tax payments.

Early Returns Urged

Early filing is of great importance this year because of the greatly increased number of taxpayers," says David Burnet, United States commissioner of internal revenue. "Our offices are open for the receipt of returns now."

"Care in preparation of returns also is essential; thousands of taxpayers make obvious mistakes in their returns each year, many of these mistakes being in the government's favor."

"Last year one man actually overpaid \$19,000 because of his own carelessness. He got it back."

These increased income taxes are contained in the revenue act of 1932, passed by congress last June

THE INDIANAPOLIS TIMES

VISCOUNT IS DIVORCED BY U. S. WOMAN



Viscountess Furness with her baby son, Anthony William, and (inset) Viscount Furness, English shipping magnate.

By United Press

LONDON, Jan. 23.—The Viscountess Furness, twin sister of Mrs. Reginald C. Vanderbilt of New York, was granted a divorce today from Viscount Furness, British shipbuilding magnate, on charges of misconduct.

Viscount Furness did not defend the action. The decree was granted on grounds of adultery with a woman named Helene Griselda at the Hotel Westminster, in Paris, in October, 1932.

The viscountess also is the sister of Mrs. Benjamin Thaw Jr., Pittsburgh.

Lady Furness was granted the costs of the action and the custody of an only child, a boy born in 1929. Her lawyers said she had not lived with her husband since May, 1932.

Lady Furness and her sister, Gloria Morgan Vanderbilt, were known as the "beautiful Morgan twins." They are the daughters of Harry Hayes Morgan of New Orleans and New York, retired consular official.

Borah Turns Heavy Guns on National Sales Tax

Cruel Levy, Declares Idaho Senator: 'America Travels in Vicious Circle.'

(Continued from Page One)

Farms and important lines of industry also are suffering.

Borah at this time did not advocate any specific means of cheapening the currency, or "reflating" it, as he prefers to say. Measures introduced for this purpose include proposals for issuance of additional paper currency, remonetization of silver, and reduction of the gold content of the dollar.

Regarding the sales tax, repeatedly advocated by President Hoover since last June, Borah said:

"That is a cruel proposal in the light of diminishing profits, falling prices and decrease of purchasing power. At a time when under-consumption is a malady which menaces our whole social structure, there can be no justification for aggravating the malady."

"If we can not stabilize prices, to lay on a sales tax which strikes at those least able to pay, is to accentuate the fall in prices and discourage and decrease purchasing power. We are traveling vicious circle toward economic collapse."

"In 1929 the national income was about \$85,200,000,000; in 1932, about \$37,500,000,000. Our national income now is less than one-half the taxes of the people, city, state and national together with the interest, failing on private indebtedness."

"We already have reached the point when measured against interest and taxes, income of the nation is at zero."

Merchants Fight Tax

With merchants throughout the state marshaling forces opposing sales tax, and privilege taxation embodied in bills before the legislature with administration approval, members of the Indiana Real Es-

tate association, meeting here today, approved sales and income levies if not applicable to reality.

Meeting of the Indiana Council of Retail Merchants, of which the Merchants' Association of this city is a part, will be held in the Travertine room of the Lincoln Thursday morning at 10, when it is planned to organize opposition to sales taxation.

Merchants assert the added burden which would be imposed by the levies would force many retailers out of business.

Following the meeting, merchants are expected to confer with legislators from their respective sections to voice their opposition.

Legislative committee of the Indianapolis Chamber of Commerce is to meet in advance of the Thursday conference, to take a stand on the tax program. Ailed Florists of Indianapolis already have announced their opposition.

A similar stand has been taken by John E. Fredrick, president of the Indiana State Chamber of Commerce, and he has called a general sales tax protest meeting to be held in Indianapolis next week.

Albert Uhl, president of the state real estate association, and chairman of the Indianapolis Real Estate Board's taxation committee, presided at two meetings today of several legislative committees of the state organization. One was in the Fletcher Trust building and the other in the office of the Indianapolis board in the Lemcke building.

Uhl declared he and the other conferees are determined on tax relief for owners of both farm and city property.

Provisions in both sales tax and income tax bills affecting sales and income from real estate are targets for opposition, Uhl said, because they place additional burdens on property owners.

Although supporting some provisions of the sales and income tax bills, Uhl declared.

"We favor broadening the tax base to give relief to property owners who heretofore always have carried the tax burdens, but certain provisions of the sales and income tax bills will meet with opposition from our groups."

SHOOTS SELF: SEEKS AID

Railway Engineer Dies Twenty Hours After Inflicting Wound.

By United Press

NEW ALBANY, Ind., Jan. 23.—After firing a shotgun charge into his chest Sunday night, Otto Stoner, 44, railway engineer and Democratic committeeman, drove nearly two miles to summon aid. He died here twelve hours later. Stoner blamed

"troubles" for his act.

uncertain, \$55; drug store at 1855 North Alabama street and 2161 East New York street, Nov. 19, \$70; Hook drug store, Senate avenue and Washington street, Nov. 22, \$100; Standard grocery at 1901 Lexington avenue, Nov. 26, \$60; grocery at 224 West Ray street, Nov. 26, \$60; Kroger store, 2304 Central avenue, Dec. 11, \$60; poolroom at 540 West Maryland street, Dec. 12, \$100; and a poolroom at 2631 West Michigan street, date uncertain, no loot.

Miles, who had boasted he would shoot on sight any policeman who attempted to arrest him, was captured without a struggle when cornered by a squad of detectives armed with sawed-off shotguns and machine guns.

Police said they found a blood-covered knife in the prisoner's pocket.

Police said he had boasted he would shoot on sight any policeman who attempted to arrest him, was captured without a struggle when cornered by a squad of detectives armed with sawed-off shotguns and machine guns.

Two other men, who were said to have formed a bandit trio with Miles, have been arrested and convicted in connection with most of the crimes in the same series of robberies. They are George Thompson and Elvin Sandefur, both of Indianapolis. They are serving prison terms.

Robberies Are Listed

List of robberies which, detectives said, Miles included in his confession, with dates and amount of loot:

Sept. 18, \$25; Stevens drug store, 3365 Central avenue, Sept. 24, \$100;

Standard grocery at 1901 Lexington street, Sept. 24, \$100; drug store, Eleventh and Alabama streets, Sept. 29, \$32; drug store at 4402 East Washington street, Oct. 3, \$50; National Casket Company, Louisville, Ky., Oct. 10, \$1,000; grocery at 224 West Ray street, date uncertain, \$100.

Now, once a year, Chief Connally takes a course of S.S.S. to keep his red-blood-cells and hemoglobin up to normal.

It tells you, "S.S.S. may be the very means of bringing better health and more happiness to all drug stores in two convenient sizes. The larger size is more economical. © The S.S.S. Co.

Now, once a year, Chief Connally takes a course of S.S.S. to keep his red-blood-cells and hemoglobin up to normal.

It tells you, "S.S.S. may be the very means of bringing better health and more happiness to all drug stores in two convenient sizes. The larger size is more economical. © The S.S.S. Co.

Now, once a year, Chief Connally takes a course of S.S.S. to keep his red-blood-cells and hemoglobin up to normal.

It tells you, "S.S.S. may be the very means of bringing better health and more happiness to all drug stores in two convenient sizes. The larger size is more economical. © The S.S.S. Co.

Now, once a year, Chief Connally takes a course of S.S.S. to keep his red-blood-cells and hemoglobin up to normal.

It tells you, "S.S.S. may be the very means of bringing better health and more happiness to all drug stores in two convenient sizes. The larger size is more economical. © The S.S.S. Co.

Now, once a year, Chief Connally takes a course of S.S.S. to keep his red-blood-cells and hemoglobin up to normal.

It tells you, "S.S.S. may be the very means of bringing better health and more happiness to all drug stores in two convenient sizes. The larger size is more economical. © The S.S.S. Co.

Now, once a year, Chief Connally takes a course of S.S.S. to keep his red-blood-cells and hemoglobin up to normal.

It tells you, "S.S.S. may be the very means of bringing better health and more happiness to all drug stores in two convenient sizes. The larger size is more economical. © The S.S.S. Co.

Now, once a year, Chief Connally takes a course of S.S.S. to keep his red-blood-cells and hemoglobin up to normal.

It tells you, "S.S.S. may be the very means of bringing better health and more happiness to all drug stores in two convenient sizes. The larger size is more economical. © The S.S.S. Co.

Now, once a year, Chief Connally takes a course of S.S.S. to keep his red-blood-cells and hemoglobin up to normal.

It tells you, "S.S.S. may be the very means of bringing better health and more happiness to all drug stores in two convenient sizes. The larger size is more economical. © The S.S.S. Co.

Now, once a year, Chief Connally takes a course of S.S.S. to keep his red-blood-cells and hemoglobin up to normal.

It tells you, "S.S.S. may be the very means of bringing better health and more happiness to all drug stores in two convenient sizes. The larger size is more economical. © The S.S.S. Co.

Now, once a year, Chief Connally takes a course of S.S.S. to keep his red-blood-cells and hemoglobin up to normal.

It tells you, "S.S.S. may be the very means of bringing better health and more happiness to all drug stores in two