



# The Indianapolis Times

FORECAST: Fair and warmer tonight; tomorrow increasing cloudiness.

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## CHOOSE PEACE OR EMBARGO, ITALY IS TOLD

Franco-British Proposal Is  
Sent to Belligerents  
by League.

### ASKS END OF WARFARE

Urged to Begin Negotiations  
at Once; Duce May  
Accept, Is Hint.

*By United Press*  
GENEVA, March 3.—The League of Nations Committee of 13 today adopted a resolution appealing to Italy and Ethiopia to make a peace agreement "within the framework of the League."

The resolution, offered by Great Britain and France, was coupled with an appeal to the warring nations to begin negotiations at once with a view to ceasing hostilities.

The committee, comprising all members of the League Council except Italy, then voted to reconvene on March 10. Italy and Ethiopia thus were given one week to consider the appeal for peace.

If Italy rejects it, the League's General Committee of 18 on penalties is expected to proceed promptly to impose an embargo on shipments of oil to Italy.

The Franco-British resolution was adopted at a session which lasted only 15 minutes. Although the appeal was regarded as the League's last alternative to imposition of an oil embargo, it avoided all appearances of being an ultimatum to Italy by not directly fixing a time limit for a reply and by not insisting that Italy cease hostilities before peace negotiations are started.

The resolution was described officially as being "a pressing appeal to the two belligerents for immediate opening of negotiations within the framework of the League, and the spirit of the covenant."

In anticipation of probable rejection of the proposal by Italy, the League's committee of oil experts will meet during the week to devise machinery for application of an embargo. The penalties committee of 18 also is to continue work on means of reinforcing existing sanctions.

There was some feeling here that Italian Mussolini might agree at least to discuss peace proposals. He could thus seek to prolong negotiations indefinitely while his army advances in Ethiopia and the League delays the oil embargo.

### Naval Accord Near

*By United Press*  
LONDON, March 3.—Almost the final technical obstacle to the initialing of a naval treaty among Britain, the United States and France was cleared away today when France accepted a limit of 35,000 tons and 14-inch guns for battleships.

The treaty permits the building of an unlimited number of battleships until the end of 1940.

### TRADING TURNS DULL ON STOCK EXCHANGE

Roosevelt's Tax Recommendation  
Studied by Wall Street.

*By United Press*  
NEW YORK, March 3.—Stock trading turned extremely dull today as traders studied President Roosevelt's tax recommendation to Congress. Prices held about steady after early gains ranging to more than a point.

U. S. Steel common reached a new high since 1933 at 66% in early trading and lost only part of the point gain. General Motors went to a new high since 1929 at 61%, up 1%, and Chrysler maintained more than a point gain.

### \$641,006 GAIN SHOWN IN BUILDING PERMITS

January-February Increase Over  
Last Year Reported.

Building permits for the period Jan. 1 to Feb. 29 represented an increase of \$641,006 over the corresponding period last year. Building Commissioner William F. Hurd told the Safety Board today.

Permits for the week ending Saturday, however, showed a decrease of \$23,572 compared to the corresponding week last year. Mr. Hurd said: "A total of 176 permits, representing \$32,782, was issued last week."

### BITTEN BY DOG, LOCAL POLICEMAN IS TREATED

Chow Had Rabies When He Attacked Sgt. Dever.

Sgt. William Dever, assigned to the Indianapolis Humane Society, was ordered to take Pasteur treatments today as a result of being bitten by a rabid dog yesterday.

Veterinarians reported today that the chow, which died shortly after it was taken to the dog pound, had a positive case of rabies. The dog was captured in the 1900 block, E. 36th-st.

### FINKLESTEIN FINED \$500

Watson's Campaign Manager Failed to File Tax Return.

*By United Press*  
CHICAGO, March 3.—Jacob Finklestein, campaign manager for former Senator James E. Watson of Indiana, today was fined \$500 for failure to file income tax returns in 1930 and 1931.

Charges of failure to pay income tax for those years were dismissed.

### Small Change

Financial profit from Indianapolis rackets struck a new low today with the introduction of the playing card sales "game."

Edward Fuller of Knox, Ind., told police that he bought two decks of cards from a man at Meridian and Washington-sts. When he opened the card boxes he found they contained a short, cold deck consisting of hearts.

The aggregate loss was 10 cents—5 cents the package.

### TRAFFIC LIGHT CHANGE MADE

New Moves to Prevent Tie-ups at Downtown Intersections.

Improvement in the traffic light setup in Indianapolis as an accident prevention move was outlined today by the Safety Board.

The lights on Washington-st at Alabama and East-sts were ordered moved into the safety zone sections and another light is to be installed at the Rockville-rd and W. Washington-st, after a conference with members of the Indiana State Highway Commission.

The downtown light change will prevent tieups at the intersections. Mayor Kern presented the recommendation for the West Side light.

A survey also is to be conducted to determine whether a light should be installed at the five-way intersection at Rural-st and Southeastern-av.

### LA GUARDIA ACTS IN NEW CRISIS

Summons Leaders as Union Threatens to Paralyze Tallest Buildings.

*By United Press*

NEW YORK, March 3.—Mayor F. H. La Guardia worked desperately today to bring about a settlement of the building service workers' strike as union leaders threatened to call out employees in the heart of Manhattan, the district from 42d-st north to 59th-st.

Representatives of the building operators and strike leaders were called again to the Mayor's office, Ben Golden, assistant director of the National Labor Relations Board, acted as the Mayor's representative.

Should the strike spread to the region between 42d and 59th-sts it would affect some of the tallest structures in the world, including the Chrysler, Chanin and Graybar Buildings and Rockefeller Center.

One of the first developments of the day was an attempt by a flying squad of 30 strikers to attempt to paralyze building service at the Stock Exchange as it opened for trading.

A detachment of the Exchange's private police forced the strikers to disband.

Strike Leader James J. Bambrick claimed that at least 71,000 workers had quit more than 565 buildings by noon. Police, however, estimated that only 1100 buildings had been affected.

### GANG BULLETS KILL BROTHER OF M'GURN

Police Believe De Mory 'Knew Too Much.'

*By United Press*

CHICAGO, March 3.—Anthony De Mory, who "knew too much," followed his brother, Machine Gun Jack McGurn, a slab in the county morgue today.

De Mory, third member of the hot-blooded Sicilian family to fall before spitting gangland guns, was shot last night as he played cards in a Chicago "recreation" hall.

Police agreed he must have died because his brother's assassins feared he might talk. De Mory was an innocent victim of circumstances. He had never taken an active part in the gang business that brought his brother fame as a Capone machine gunner.

Tony was shot by two men who entered the poolroom, firing nine times.

### M'CART IS REAPPOINTED

Public Service Commission Chairman to Serve Four Years.

Gov. McNutt today announced the reappointment of Perry McCarty, Paoli, as chairman of the Public Service Commission for another four-year term.

The condition of Adyn Fazli, 45, a barber, who was injured when a brick coping fell from a building at 407 W. Washington-st while he was walking in front of the structure, is regarded as serious at City Hospital today. He is suffering from head and body injuries.

### \$30,000,000 COST SEEN ON JOB AID BILLS

Figure Is Estimate of What Employer and Employee May Pay Eventually.

### ANNUITY U. S. FUNCTION

Workers Retirement System Does Not Require Action by Assembly.

*This is the second of a series of stories outlining Indiana's social security problem and proposed legislation that is to effect it during the special session of the Legislature, opening March 1.*

*BY JAMES DOSS*

Unemployment insurance and Federal annuity taxes contemplated under the social security program on which Indiana is to embark this week, eventually may cost the workers and employers of the state more than \$30,000,000 annually.

Indiana is not called upon to do anything about the Federal annuity plan that will provide monthly pensions for employees on retirement at 65. That is a transaction between the employer and the Federal government with the employer as workers' agent.

Neither is the Federal annuity benefits for persons 65 to be confused with old-age pensions on which the Indiana General Assembly is to begin action this week. The old-age pension is a benefit for aged indigents. The annuity is an investment by the worker and his employer for the former's benefit.

*Three-Part Program Outlined*

The three-part social security program being undertaken by Indiana deals with old-age pensions, job insurance and maternal and child health.

Every Indiana employer of eight or more persons (with a few exceptions) is to become liable April 1 for nine-tenths of 1 per cent tax on his pay roll for the succeeding nine months of 1936. To receive 90 per cent credit on the Federal tax to which he would be liable if the state did not enact such legislation, the employer may elect to pay also for the three-month period which started Jan. 1.

Employer payments are to increase to 1.8 per cent in 1937 and to 2.7 in 1938 and 1939. The much discussed "Merit Plan," an index for the employer to stabilize

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### KERN PREDICTS CUT IN LOCAL GAS RATE

Efficiency Increased, He Tells Women's Council.

*By United Press*

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### His Profession

A young man stepped jauntily from the prisoners' bench in Municipal Court today as the bailiff called, "Case of Harry Lynch, charged with burglary and grand larceny."

"What's your profession, young man?" asked Municipal Judge Charles J. Karabell.

"Truck driver and burglar," your honor," said the prisoner promptly.

"You're charged with burglary and grand larceny," said Judge Karabell.

"Yes, sir, that's right," was the quick answer.

Lynch, who is 18 and lives at 830 College-av, was bound to the grand jury.

### BORAH MAY BE G. O. P. BOLTER

Approaching Primaries in Key State May Determine His Course.

*By Ned Brooks*  
Times Special Writer

WASHINGTON, March 3.—The approaching presidential primaries in such key states as Ohio and Illinois may determine whether Senator William E. Borah will become the No. 1 "walkout" of the 1936 campaign.

The possibility of a bolt which would cost the Idahoan in President Roosevelt's camp has been the topic of political gossip ever since Al Smith made his threat to take a walkout of the Democratic convention. Some observers see in developments of the last few days the pattern for a Boarh walkout on the Republicans.

Although withholding his fire for the opening of the Ohio campaign on March 19, Borah is known to resent the failure of Gov. Alf Landon and Frank Knox to accept his challenge to compete in the Buckeye primary.

Another possibility of a bolt which would cost the Idahoan in President Roosevelt's camp has been the topic of political gossip ever since Al Smith made his threat to take a walkout of the Democratic convention. Some observers see in developments of the last few days the pattern for a Boarh walkout on the Republicans.

Borah himself has centered his fire on the reactionary elements in his own party and has avoided the "favorite son" arrangement which Borah has denounced as a hoax for control of delegates by an old guard clique.

The Idahoan must now content himself with a fight against Robert A. Taft, designated by Ohio "regulars" as the favorite son. If the Borah slate is defeated in Ohio and the old guard movement is successful in other states where uninstructed delegations are being sought, he may decide that his fight for liberalism within the party is futile, some observers believe.

A deserter by Borah also would also be hinged on the platform to be written by the Cleveland convention, politicians concede. The Senator has served notice he will fight for a liberal cause.

Democratic leaders, mindful of Borah's powerful following west of the Mississippi, have kept the way open for his possible support of Mr. Roosevelt.

Borah himself has centered his fire on the reactionary elements in his own party and has avoided the "favorite son" arrangement which Borah has denounced as a hoax for control of delegates by an old guard clique.

In the maneuvering of the state assembly on a bill seeking to divert highway funds to relief and another to prevent the interim ouster of Col. H. Norman Schwarzkopf, head of the state police, political experts professed to see an alliance between Republican Gov. Harold G. Hoffman and Democratic Boss Frank Hague, Mayor, Jersey City.

The Governor, it was said, had agreed to continue against the highway bill—a measure on which he addressed a joint session last night—to return for aid in denying extension of the term of Col. Schwarzkopf whose handling of the Lindbergh case had characterized publicly as "the most bungling" in history. They are political and