

CITY FACES TAX TO PAY DEFICIT IN BOND FUNDS

Overdrafts in Assessments
Under Barrett Law May
Be \$150,000.

The City must make a special tax levy of at least one cent per \$100 valuation next year to take care of overdrafts in Barrett Law bond funds, according to Charles A. Slinger, chief Barrett Law clerk in the County Auditor's office.

State examiners are making the first audit of Barrett Law records since 1929 have found overdrafts amounting to \$60,607.76 in the first 500 out of 5000 active Barrett Law assessment rolls. They estimate the overdrafts will exceed \$150,000.

The Barrett Law legalized payment of assessments for street and sewer improvements in 10 annual installments. After improvements were completed, bonds were sold for the amount of the assessments to be paid on installments plus interest.

City Obligated
Overdrafts in these funds have been created where property owners settled their assessments in full, saving the interest. The City, however, was obligated to pay the interest to bondholders who now demand the full amount of the bonds. Mr. Slinger said. The law requires a special levy to make up such deficits.

A special levy is the only alternative, State examiners claim, to make up this deficit. The law provides two other methods which the examiners brand as impractical.

One method allows use of unappropriated balances to absorb deficits, but the 1937 Budget Law practically eliminated the possibility of unappropriated funds accumulating, the examiners said.

A second method prescribed requires investment of Barrett Law payments in similar Barrett Law bonds, the income from interest derived therefrom to be applied to deficits. The City tried this plan unsuccessfully, because the funds were invested in bonds for the 16th St. opening and widening which did not pay out.

Bondholders May Sue
A more serious aspect of the Barrett Law situation exists, however, in huge delinquencies in paying the assessments. The law provides that holders of bonds may bring suit to foreclose on property to recover the money due on the bonds. In many cases, owners of vacant land that has a depreciated value take no interest in the bondholders as the delinquencies plus interest and penalties are greater than the present value of the property, according to Mr. Slinger.

The State Supreme Court now is studying a case from St. Joseph County to determine liability of the city in just such situations. Should cities be required to satisfy bondholders in these cases, Indianapolis would be faced with a staggering burden, Mr. Slinger pointed out.

The total amount of delinquencies never has been estimated, he said. Out of 3703 improvements made by Barrett Law assessments, there are approximately 5000 that are not yet paid off. Many suits are pending in the Marion County courts to foreclose on Barrett Law claims.

All loaning companies now require that Barrett Law assessments be paid in full before a mortgage is made, Mr. Slinger said. The rule was made the past year, following a precedent set by the Home Owners Loan Corp.

ROBERT M'HATTON'S RITES TOMORROW

Once Active in Insurance
Business Here.

Robert McHatton, who died Wednesday at the Minnick Nursing Home, 1922 N. Pennsylvania St., will be buried tomorrow in Crown Hill. He was 84. Services will be in the home of his son Robert, 5631 Lowell Ave., at 10 a. m.

Mr. McHatton, who was born in Warsaw, Ky., was in the fire insurance business 50 years, retiring 10 years ago. He was employed by the New York Underwriters 43 years.

He was a member of the Downey Avenue Christian Church, Scottish Rite, Shrine and Columbia Club.

He is survived by two sons, Robert of Indianapolis and James of Rockville; two daughters, Mrs. Carl H. Barnett of Lebanon and Mrs. Florence W. Moffett of Indianapolis; 13 grandchildren and one great-grandchild. His grandsons will be pallbearers.

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INDIANA RAILROAD SYSTEM

FOLKLORE MUSEUM CREATED IN FRANCE

PARIS, Jan. 27 (U. P.)—French provincial architecture, costumes and household goods soon will be assembled to give a broad panorama of national life in the National Folklore Museum, situated in the new Trocadero Palace now nearing completion.

The Trocadero already houses a fine Natural History museum, the Folklore museum being designed to supplement the compilation of visual French history by assembling the customs and daily habits of each of the distinct provinces.

WOMAN HURT AS CAR AND TRUCK COLLIDE

30 Persons Arrested Here
For Traffic Violations.

One person was injured in five overnight accidents reported to police today.

Mrs. Margaret Huffman, R. R. 3, Box 489-K, was hurt when the car driven by her husband, Lawrence, and a truck driven by Frank Wynn, 38, of New Augusta, collided on

Capitol Ave., just south of Washington St.

A taxi driver, Curtis Barrett, 48, of 1724 Millburn St., was arrested on a charge of failing to obey an officer's hand signal after he was involved in an accident at Alabama and Vermont Sts.

His car and a truck driven by Karl Erath, 47, of 1025 Hervey St., collided.

Thirty persons were arrested for alleged traffic violations.

RAM CHARGES SHINY AUTO
EAST LYME, Conn., Jan. 27 (U. P.)—A ram saw its reflection on the polished surface of Andrew Antoniou's auto and charged. The ram was mystified but unharmed.

The case was rescheduled for the March term of Circuit Court by

Judge John M. Paris after a jury failed to reach a verdict yesterday. The jurors deliberated 15 hours and then announced that an agreement was impossible.

Mr. Hoppenjon will remain at liberty under a \$1000 bond.

Also awaiting trial are Joshua T. Crandall, New Albany, and

Buy your HAT where
you really see hats.
HARRY LEVINSON
YOUR HATTER

ALTHOUGH I'M RICH AS
RICH CAN BE
WITH LOTS OF VITAMINS
A, B, D, G.
I'M PENNY-WISE,
YOU'LL REALIZE,
PLEASE TRY ME SOON
IN YOUR COFFEE!

Use for all cooking and serving purposes where you ordinarily use milk, cream, whipping cream, or canned milk. HAS WHIPPING RICHNESS.
Guaranteed to please you or your purchase price will be refunded upon return of empty container to CAROLENE PRODUCTS CO., Litchfield, Ill.

The "BUY WAY" of Indianapolis' AYRES DOWNSTAIRS STORE



Sale!

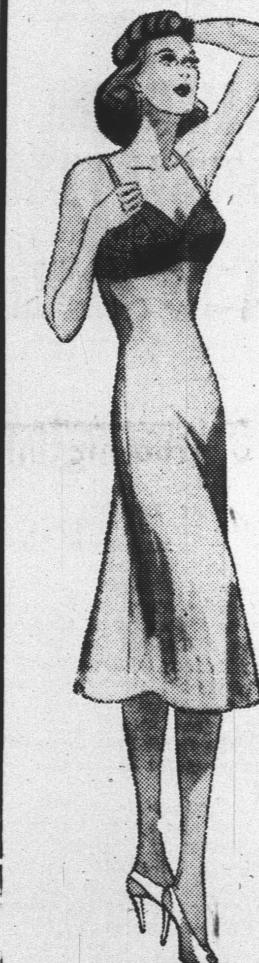
- Rust!
- Brown!
- Grey!
- Wine!
- Suez!
- Sheba!

"Fuzzy" A New Campus Classic

The hat you'll wear with everything, with dressy clothes, with sport clothes, with business clothes. Made of "Fuzzy" felt with stitched crown. In rust, brown, gray, wine, Suez, Sheba. Sizes 21 1/2 to 23 in group.

—Downstairs at Ayres.

\$1.00
Each



One of the Very
Best Selections of

Costume Slips

In Town at This Price!

\$1.00
Each

- Lace Trimmed or Tailored Styles!
- Bias, 4-Gore and Brassiere Top Styles!
- Rayon Crepes, Rayon Satins and Rayon Satin Stripes!

We have what we believe to be one of the very best collections of slips in town at this low price! Dozens and dozens of styles in rayon crepes, rayon satins and rayon satin stripes. Bias and 4-gore types and brassiere lace-top style. Beautifully tailored and lace-trimmed styles. Tearose. Sizes 32 to 44 in the group.

—Downstairs At Ayres.

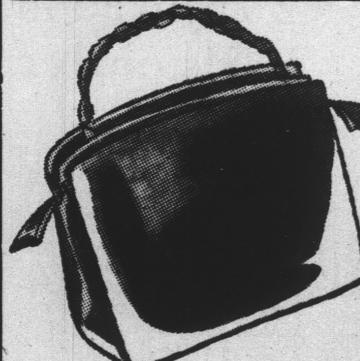
\$1.00
Pair

New Spring Gloves

The new spring gloves are more exciting than ever! The styles are new, half and half combinations, crepe and rayons, sueded fabrics in button slippers and shortie styles. In the new flower colors, Fuchsia, Mustard, Cyclamen, Amour blue, Japonica, and Chamois. Sizes 6 to 7 1/2.

Other Spring Gloves 69c

—Downstairs at Ayres.



\$1.00
Each

Black Patent Bags

Shining Examples of Spring Chic!

It's going to be a patent spring! You'll carry patent bags everywhere you go to complement your man-tailored suit, your new print or pastel dress. We have the very newest patent styles in tophandles and envelopes. Also simulated calf bags in cranberry, navy, Parisian, Blue, black or Japonica.

—Downstairs at Ayres.

There's a Lot of Excitement in the

New Spring Coats

at **\$16.75**

Sports or Dress Styles in
New Colors and Weaves!



A: Nub Boucle Swagger Coat

- Has full tucked sleeve!
- Metal clip fastener!
- Black, navy, Sheba blue and cyclamen colors.
- Sizes 12 to 20 in group.

B: A New Box Swagger Coat

- A Chevron stripe tweed
- In black and white or wine and white mixtures!
- New swing back style!
- Pockets and Tuxedo front piped with contrasting color!
- Sizes 12 to 20 in group!

—Downstairs at Ayres.

PRINTS

Splash Color on Black or
Navy in These Thrilling
New Midseason Fashions

\$6.98
Each



Perfectly stunning is this new combination of dainty print on black or navy. Tiny, brilliant flowers or figures which sparkle against their dark rayon crepe grounds. Here are two of the very latest prints with the new spring skirt excitement. There's smartness and youth in every line. Sizes 9 to 15 in the group.

A: The Small Floral Print

- On navy or black background!
- With the new full swing skirt!
- Sizes 9 to 15 in the group!

B: The "Cock of the Walk" Print

- Note the very, very wide leather belt!
- In navy with pink or fuchsia figures!
- In black with yellow, with green or white "Cock of the Walk".
- Sizes 9 to 15 in group.

—Downstairs at Ayres.

Now Ready! The New Spring Colors in

REAL SILK

DeLuxe Chiffon Hose

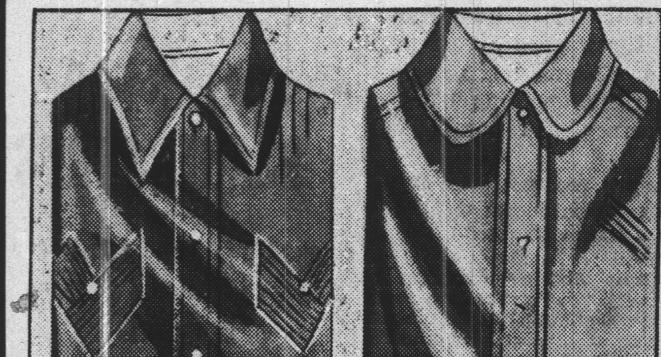
69c (Substandards)
Pair

- Versatile! • Pagan! • Brisk!
- Burnt Tan! • Animation!

The best stocking news you've heard so far this year! We've a splendid selection of the new colors. Spring colors in "REAL SILK" Chiffon hose. Your favorite stocking, because it wears so well, looks beautifully sheer, and saves you money. In sizes 8 1/2 to 10 1/2.

Please, No Mail or Phone Orders!

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Another Shipment! "Fruit of the Loom"

Tailored Blouses

\$1.00
Each

The blouse sensation of the month! Four tailored styles in guaranteed washable rayon crepes. In choice of white, French blue, maize, rose, wine and royal. Sizes 34 to 40 in the group.

—Downstairs at Ayres.



New Spring Sweaters

In New Weaves and Colors!

\$1.00
Each

All-wool styles and lacy chenilles in cotton and rayon. Brooks necklines, button front styles and short-sleeve styles. In maize, white, lime, fuchsia, cherry, blue, pink. Sizes 34 to 40 in the group.

—Downstairs at Ayres.



Destined to Take the Town by Storm! You Can't Beat

CORLISS

PLEATED Style Shoes

3 New
Spring
Styles at—

\$2.99
Pair

Navy
Black
Japonica

BE THE FIRST TO WEAR the latest... wise women will choose these "Corliss" pleated style shoes! They're the styles now worn by all the smart women at the southern resorts. In shiny patent or dull kid or calf. Choose a bracelet back, open toe calf pump in Japonica. Or an open toe sandal with spool heel in shiny black patent, or a stepin pump with open toe in navy calf. Sizes 4 1/2 to 9, AA to C widths in the group.

—Downstairs at Ayres.