

were eliminated it would result in an additional tax of \$1,440.29 for him and \$595.57 for his wife.

Lamont gave his testimony in a prepared statement. It follows in full: "When I went home over last weekend I looked up as thoroughly as I could in those two days the transactions which I had had in those stocks mentioned last Friday by Mr. Pecora. I ascertained the following facts:

Lists Stock Sales.

"I was in 1930 the owner of those stocks which Mr. Pecora specifically referred to. At the end of that year I had a real loss in them due to the decline in values. I sold them as follows:

- (a) Publicly— One thousand shares Shamrock Oil and Gas Company on Dec. 30, 1930. One thousand five hundred Continental Oil Company on Dec. 31, 1930. Two hundred Durium Products Corporation preferred on Dec. 31, 1930. Three hundred Hall Electric Heating Company on Dec. 31, 1930. (b) To my wife on Dec. 30, 1930— Five hundred shares State Street Investment Corporation. Three hundred and fifty Investment Corporation of Philadelphia. Two hundred and thirty-seven P. R. Mallory & Co., common. My beneficial interest in 1,000 of Simm Petroleum capital stock. "My wife purchased in the market a similar amount of the shares sold publicly.

"She purchased them for cash and I discussed an equal amount from me, upon her demand note which, though not specifically collateralized, was well covered by the shares themselves plus her other personal estate.

"Proper transfer stamps were affixed to each transfer; the usual commissions were paid to the brokers where securities were sold through public sales.

Final Disposal Planned.

"There was no agreement nor any understanding between us that I should anytime later on repurchase these shares from her or any of them.

"I intended the sale to be a complete and final disposal of these shares and she understood it to be so.

"Dividends on these shares after she bought them were naturally paid to my wife for her own personal account.

"I was advised that under these circumstances I was fully within my rights in deducting from my income return for the year 1930 the amount of the loss sustained.

"In the early part of 1931 things seemed to improve but after several months they seemed to me to be slipping and by April it looked to me as though they might get considerably worse.

"I talked to my wife about this and we both felt that it was not wise that she should continue to carry this debt against stocks.

"Therefore, I repurchased the stocks from her on April 8, 1931, at the original price and she thereupon paid her loan; the note was surrendered and marked 'paid.'

Complete Information Given.

"There was no substantial difference then in the value of the securities compared to December, 1930. The necessary steps involved in a purchase of securities took place, including the payment of transfer taxes. I believe that I acted fully within my rights in making this purchase.

"I am told that even if my tax deductions growing out of the loss on all the above sales except those made publicly were eliminated it would result in an additional tax of \$1,440.29 in my return and \$595.57 in my wife's.

"I have always understood that the Bureau of Internal Revenue regularly examines the tax returns made in our office and that whenever they find mistakes they call our attention to them.

"I have been told that in 1932 they made their usual examination, both of my own and my wife's income tax return for 1930.

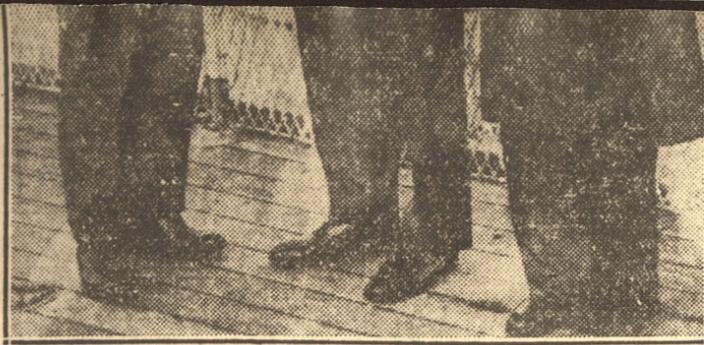
"At that time they were given full access to all books, papers and accounts, including the accounts of J. P. Morgan & Co., in which these transactions were recorded. Complete information was given to the bureau regarding both my sale in December, 1930, and my purchase in April, 1931.

Morgan Mops His Face.

"I'd like to say here that mistakes in my returns could come from clerical errors in their compilation, which in our office are rare, or they could come from some error on my own part in the handling of my affairs. If the bureau had found the latter I can only say that it would have been an honest mistake and that it would probably have been due to my difficulty—which others share—of fully understanding the technique and details of the income tax law.

"Since the bureau's examination I have received from them no inquiry, criticism, or complaint, nor has there been at any time any re-determination of my tax or any request for a further payment.

"Some one has said that the time allotted the bureau under the statute to make a re-determination is



Dr. Guido Jung, Italian minister of finance (left) is pictured at Charleston Navy Yard, Boston, as he visited the two Italian submarines which will patrol the North Atlantic along the route of the forthcoming mass seaplane flight from Italy to Chicago.

With Jung are Captain Stuparicho and Commander Mattena Rouselle, submarine commanders. The statesmen who recently discussed international economics with President Roosevelt, sailed for home after his reception.



BEVERLY HILLS, Cal., June 9.—All I know is just what I read in the papers. I see where they are not going to discuss the war debts on account of it being rather embarrassing to discuss 'em on the day they are due. They're just going to make out like nobody is paying any attention to 'em, and Europe won't be.

They talked about how fast Roosevelt got things done. Congress is going to make a snail out of him. They are going to undo in 10 days what it took him 10 weeks to do.

Yours,

Will Rogers
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HUGE GOLD DREDGE IS AGAIN BEING OPERATED

BRECKENRIDGE, Colo., June 9.—A huge gold dredge which has stood idle just north of Breckenridge for the past eight years recently resumed operations after its owners secured permission to work through the town, digging up the soil and separating bits of gold from the gravel.

Between 18 and 20 men are employed. Before being shown down the dredge is said to have returned an annual profit of \$80,000 a year to its owners.

CITY PROPERTY TAXES GROW IN COLORADO

DENVER, June 9.—City property is gradually shouldering more and more of Colorado's tax burden, until more than half of the State's taxes are now levied against that class of property, a report of the state tax commission revealed.

The tax commission's figures showed in 1921 farm property was valued at \$895,413,909, and city property at \$682,842,590. In 1931 farm property was valued at \$791,305,990, and city property at \$795,156,913.

HEAD WORM DISEASE IS KILLING MANY DEER

EAGLE, Colo., June 9.—Unless some method is found to combat "head worm" disease, all the deer in this vicinity will be exterminated within a few years, State Game Warden John Hart said recently.

During the past Winter, Hart estimated, 600 deer have died of the disease.

Honeymoon Over



FIRST LADY IS NEARING END OF FLIGHT

COLUMBUS, Ohio, June 9.—Mrs. Franklin D. Roosevelt made a brief stop at Port Columbus Friday en route to New York after a brief visit with her son, Elliott, in Los Angeles. She arrived at 5:43 a. m. (E. S. T.) and left at 7:01 a. m. aboard the regular passenger plane of the T. & W. A. Line, due at Newark at 11:47 a. m. The ship will stop en route at Pittsburgh, Harrisburg and Camden, N. J.

A few minutes after landing, Mrs. Roosevelt went to breakfast with C. R. Smith of Fort Worth, vice president of American Airways, who accompanied her as representative of the lines on the special flight here.

Mrs. Roosevelt appeared refreshed and rested. She said she had slept in a chair in the plane most of the time required for the flight here.

Mrs. Roosevelt said she did not make the trip to the West Coast in an effort at bringing about a reconciliation of the Elliott Roosevelts and had not attempted to "smooth things over." "After all, it isn't my life," she said.

MRS. ROOSEVELT ARRIVES AT NEWARK

NEWARK, N. J., June 9.—Mrs. Franklin D. Roosevelt arrived at Newark airport by plane from Cleveland at 11:40 a. m., Eastern standard time, Friday.

MRS. ROOSEVELT LANDS HERE FRESH AND SMILING

Mrs. Franklin D. Roosevelt, fresh and smiling, landed here for a few minutes Thursday night on her return journey from the West Coast to visit her son, Elliott Roosevelt.

"That's all there is to it," she said in regard to a statement earlier in the day that Elliott Roosevelt would establish residence in Nevada to permit his wife to file suit for divorce. She declined to elaborate upon the subject.

Accompanying her on the flight from Los Angeles were C. R. Smith, vice president and general manager of the southern division of American Airways, and Amon G. Carter. Carter bade goodby to her here, but Smith was to escort her to Columbus, Ohio, where she was to take a plane for New York.

After eating a basket lunch taken to the airport by Mrs. Carter, the President's wife said goodby to the pilots who had brought her from Los Angeles and waved to the crowd as the plane departed.

ELLIOTT ROOSEVELT IS IN SECLUSION

LOS ANGELES, June 9.—Elliott Roosevelt, 22, was in seclusion Friday after announcement of his divorce plans.

The air line of which he is general manager said it knew nothing of his whereabouts.

While his mother hurried back to Washington, D. C., he intimated Thursday she had flown to the West Coast for the express purpose of talking over the contemplated divorce of her son and Elizabeth Browning Donner Roosevelt, Philadelphia society heiress.

"I had refused to admit a formal separation until I had talked the whole thing over with my mother," he said.

He added that both he and his wife disliked the idea of divorce, but that they were "convinced it is the best thing for both of us."

urer to be deposited in the county depository in a special fund. The officers may draw checks on the county treasurer to disburse funds in payment of salaries and expenses authorized by law, and the auditor is required to countersign same.

(b) Article 1656B requires county and district clerks to make monthly reports of all trust funds received and disbursed by them, and of all monies remaining on hand at the time of such report.

All checks issued for the disbursement of said funds shall be submitted to the county auditor, who shall countersign the checks only upon written evidence of the order of the judge of the court in which the funds have been deposited, authorizing the disbursement of such funds.

(c) Article 1665, as amended, requires the county auditor to make certain detailed reports to the district judges and Commissioners Court of the receipts and disbursements of the county.

Additional duties have been placed upon the county auditor by the Tarrant County road law, since it requires many changes to be made in the accounting system of the road and bridge fund.

"In addition to these duties outlined," Yancy said, "we desire to make a more detailed monthly report of the institutions and various departments of Tarrant County."

DEATHS

Evans—Jesse Evans, 61, formerly a watchman for the Fort Worth and Denver City Railway, died Thursday in a hospital after a long illness. He lived at 1214 Houston Street. Two brothers, James and Henry Evans, both of Muskogee, Okla., survive him. The body is at Gause-Ware Funeral Home pending funeral arrangements.

Muse.—Funeral services for Mary Elizabeth Muse, 18-month-old daughter of Mr. and Mrs. J. O. Muse of 1128 South Main Street, were held Friday morning at the residence, Rev. Ike T. Sidebottom officiating. Burial was in Mount Olivet Cemetery. The child died Thursday at the residence. She had been ill for about a week.

Hoyle.—The body of L. L. Hoyle, 61, Decatur rancher for 49 years, was sent Thursday night to Decatur for funeral services Friday. Mr. Hoyle died Thursday afternoon in a Fort Worth hospital 30 minutes after he arrived there for treatment. A son, Ralph L. Hoyle, survives him.

Pruett—Filmora Avery Pruet, 24, of 613 Elmwood Avenue, died at 8 a. m. Friday at the residence after an illness of about a year. Mr. Pruet was a pharmacist. He had lived in Fort Worth for the last 10 years. Survivors are his wife and a son, James Filmora Pruet, both of Fort Worth; a brother, W. H. Pruet of Dallas, and four sisters, Mrs. Amanda De Leon of St. Louis, Miss Edith Pruet of Fort Worth, and Mrs. S. W. Chapman and Mrs. Leila Owings, both of Mobile, Ala. The body is at Harveson & Cole Funeral Chapel pending funeral arrangements.

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HARRIS

With the departure of Mrs. William K. Dick, one of New York's most prominent society matrons, for Reno, reports are persistent that a divorce is in the offing. The widow of John Jacob Astor, who was lost in the Titanic disaster, married William K. Dick in 1916.

Urges Press to Revive Confidence

HOUSTON, June 9.—"Use printer's ink to breathe confidence back into the hearts of millions who love America but can not understand the ghastly modern disparity of loss and misery in a land overflowing with material blessings."

This was the message brought Friday by Marlen Pew, editor of Editor and Publisher, featured speaker Thursday at the opening sessions of the Texas Press Association's annual convention here.

Pew praised the President's moves toward reconstruction, and declared "I have never seen a public official more grateful than is Mr. Roosevelt for the almost solid support from the newspapers, without respect to partisan affiliations."

Col. A. F. Baumgartner, president of the Thompson-Koch Company of Cincinnati, declared that newspapers offered the one complete advertising medium.

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ALL TOG
[Portrait of a man]

such money over to the county treasurer to be deposited in the county