WEDNESDAY, NOVEMBER 19, 1948

Tax Cut 'A First Essential'

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North Carolinas own John W.

Hanes returns to his home state with tidings both grave and hopful. Speaking yesterday before the Southern States Industrial Council, meeting in Greensboro, the distinguished New York financier forought word that the United States could extend assistance to war-torn Europe and have tax reductions at the same time.

This is the considered opinion of a conservative hanker who commands national respect as an economist and a tax authority. He has served the Federal Government as Undersecretary of the Treasury and he still is performing an important public service as a member of the ten-man advisory board which recently solutified advisory board which results a surface of the service as a member of the ten-man advisory board which results a force of the service as a movement which is producing the most formidable challengs to 'Big Government' that we have witnessed in recent times.

The chance for a tax cut along with foreign aid is created by the prospect that the Federal surplus this year will amount of 1 billion and may blimb to 410 billion. Mr. Hance' prediction that the surplus will attain that level inspires sided confidence when it is recalled that he forecast a large surplus for this year at a time when the Truman Administration was predicting a deficit to justify the Presidential vetoes of tax reduction bills passed by the 50th Congress. Since then the Administration has admitted a surplus and estimated it may total some \$4 billion.

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have witnessed in recent times. The chance for a tax cut along with foreign aid is created by the prospect that the Federal surplus this year will amount to \$7 billion and may tilmb to \$10 billion. Mr. Hanes yearlies that the simplus will amount to \$7 billion and may tilmb to \$10 billion. Mr. Hanes yearlies and the simplus will extend that the forecast a large when it is recalled that he forecast a large surplus for this year at a time when the informan Administration was predicting a tramma Administration was predicting a tax reduction bills passed by the 80th Congress. Since then the Administration has admitted a surplus and estimated it may total some \$4 billion.

Key to the Hanes formula is contained in one paragraph in which he comments on President Truman's contention that the surpressed must take precedence and postpone once more any consideration of the rederal bursaucracy than is contemplated in the one grand slash proposed by Mr. Hanes; there can be no doubt that he is right in declaring that "tax reduction is a first essential" in getting our economy back on a sound basis. He is pointing out the way to stop the growth of the Federal colossus and helping to lay the basis for a change that must come.

Marshall Plan Cannot Fail Now

W cott the use of ERF for the European Recovery Program.

In any event, the Marshall program will never be ERP or European Recovery Pro-gram to us. It is and will continue to be the Marshall Plan. There is no other ap-proportate name for the work which is the masterpiece, the crowning achievement in the career of the American citizen who is our Secretary of State and one of the master architects of victory in war and victory in near

very last moment.

The Marshall Plan cannot fall because it has been shaped by the imagination, the aspiration and the hope of the free world. It has a destiny to fulfill as one of the documents by which all men of good will measure the upward climb of humanity. It is the great promise written on paper which marks the day when we turned finally from the road of war and misery to the path of reconstruction and conce.

peace.

That promise has grown steadily, swittly, tremendously since the 5th day of June, 1947. A. D., when it was first uttered by George Cattlett Marshall at Harvard University, in Cambridge, Mass. Men were slow to hear, and afraid to believe the emport of what they heard in the days im-

mediately following the address which the caim, deliberate American Secretary of State delivered at America's oldest university in accepting an honorary doctorate of the control of the servers at the s

Man In A Turban Tours South

THE Rev. Jesse Wayman Routte, a Negro Lelergyman from New York City, has just concluded an interesting social experiment. He reports that he attired himself and the social and the social

acteristics were recognized by men of a similar level of development—despite his color and other Negroid features.

olor and other Negrold features.

The incident demonstrates, we think, that the racial 'problem' of the South will become less evident, and its un-American manifestations less embarrassing, in the direct proportion to which we apply the civilizing influences of education, religion, and broader economic opportunity to all people of both races are raised, there will be less tendency for men of either race to reviet the other for the unpleasant characteristics of some of its individual mensersities of some of its individual mensersities or some of its individual mensersities or some of its individual men-

he reception accorded the Rev. Mr. Route loss provide considerable insight into the fasture of our race complex. That this clergyman was accepted by the olitical and social leaders of Mobile, Ala, and that he traveled unmolested in white allroad cars and restaurants indicates, undiamentally, that the prejudice against he Negro is not an inherent one and is the seath of other factors than the color of the state of the recommendation of the color of the state.

Mr. Crump's Eloquence

'You Call This Running?'



Little Chance For Controls

Neck-Deep In '48 Politics

By JAMES MARLOW
Associated Frees Slatt Witter
WASHINGTON
THE whole business of price and wage controls and
rationist is now nect-deep in politics. Don't expect their return. The chance is very dim. But they
probably will be one of the main isstice in the 1948
E-president Truman saked Congress for power to
use those controls again if, and when, he thinks
they're needed to cope with living costs.
The Republican-controlled Congress would have
The Republican-controlled Congress with
they're needed to cope with living costs.
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they controlled the controlled to the controlled to

TAPT CLOSES THE DOOR

[ILL] Trade such a savage attack on the whole idea
in a radio talk Monday night that it seems imandio talk Monday night that it seems imthe was basting a lot of his political future on whether
items would show he was right.

Bines the Summer of 1946, when OPA began to
collapse under the battering of Congress, living costs

(OPA), with its price controls and rationing, died
in the Fall of 1946.

Mr. Truman said it would take months to start
the controls working, because of the need to set up
be thinks that would take months—and since Congress
would argue for months before giving him the controls, if it ever did—it seems impossible there could be
any controls anyway before mets. Spring.

WOULD the power Mr. Truman asks mean a return of OPA or some agency like OPA under a new

People's Platform

Views With Alarm

Joseph Alsop

The Soviet Terror

CONCENTRATION CAMP

Samuel Grafton

Truman's Message

Drew Pearson's : Wall Street Trying To Take Over SEC

Foreign Aid-And Prices

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WHEN the Senate Foreign Relations Committee went into a
Westert huddle to chart the hearings on stoppap aid for
Italy and France, the meeting turned out, to be strictly
routine—except for one discordant note. This was sounded
by Democrat Eibert Thomas of Utah, me senator who steadrastly rought to continue OPA and price of the property related to the
rought to continue OPA and price property related notly." he
broke in. "We should remember that the President reconvened Congress for two things—one, high prices; the other,
emergency relief. Unless we can arrange close co-operation
with whatever committee handles prices, we are going to
get in each other's way;
or the continue of the continue of the control, made no comment.

trol, made no comment.

American Legion Rebellion

PANK-AND-FILE veterans, who tried to foce a showdown

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The Unbelieving Germans

ARC UNDELIEVING VETTIANS
THE German have it all figured out why meatless Tuesdays are back again in the U.S.A. They have two reasons:
1. We are hoarding food for war with Russis; 2. We are trying to force up prices.
This is the report brought back from Germany by Senator Harry Cain of Washington, who left the conflicted tour

Railroading Tax Reduction

We ought to go right shead," mumbled Knutson impatiently, minute," broke in Formal, jong an outspoker eritie of the stubby Minnesotan. "I don't think this is at all respectful. We had better wist until we get a majority of the committee before we start to do bustness." Knutson sat down and fidgred for a few minutes. After two or three others drifted in, he turned to Formal again, "How shout going shead noor?" he grumbled. "I don't Formal surgested they wait a little longer, Knutson bruquely busdney his gave and opened the hearing, NOTE: First witness was Rowwell Magill, Wall Street tax attorney, who presented the report of a special tax study committee which Knutson also appointed (at a cost of \$25.