Vol. 9, No. 34.

NEW YORK, N. Y., SATURDAY, SEPTEMBER 14, 1940.

5 CENTS

Don't Dare Touch Profits!

By ROBERT M. LAFOLLETTE

ONGRESSIONAL LEADERS are badly mistaken if they think that the American people will accept without protest the inconsistent attitudes embodied in the two major bills now pending before Congress. Both of the measures deal with national defense. One taxes corporation excess profits, the other conscripts human man-power but entirely different treatment is accorded each.

The corporations are tenderly coddled and given alternative methods of com puting their tax. They are allowed liberal amortization provisions, and the Vinson-Trammell Act limiting profits on government contracts is repealed.

Under the proposed bill, according to estimates of the Treasury Department corporations will contribute only \$190,000,000 in additional excess-profits taxes this year, while fat profits are made from government defense appropriations which at present total about \$14,7000,000,000. In fact, the amount of the tax collected under the bill is so negligible that it was suggested at the hearings that the tax feature of the bill was merely a sugar-coating to the public in granting further concessions to Hitler declared in an address at Berthe corporations.

CORPORATIONS CAN'T LOSE UNDER TWO PLANS

The people are being led to believe that this is an adequate and equitable tax bill. The facts are that with this bill enacted, the net deficit during the current fiscal year will be about \$5,600,000,000 instead of \$5,790,000,000! The expression "a mere drop in the bucket" can be applied very aptly.

No substantial amount of revenue can be raised under the bill because of its hybrid nature. It gives the corporation the option of paying according to a plan based on profits with relation to invested capital, or a plan based on earnings in excess of average earnings in the years 1936 to 1939 inclusive. Separately, the plans would raise \$600,000,000 and \$300,000,000, respectively, in 1940. Together in the same bill as optional taxes, the net yield would be only \$190,000.000.

The first plan is based on the theory used in the 1918 and subsequent acts. The second plan fails to take into account ability to pay, and allows corporations who but there seemed little likelihood of earned high profits during the base period 1936-1939 to continue to earn those any attempt at direct invasion. In profits without additional taxes. One is a tax predicated on the basis of a long-time tax; the other, a temporary tax for a limited emergency. The gravest evil in the pending bill is the combination of the two, thus giving the corporations a "heads we win, tails the Treasury loses" option.

NATION'S MANHOOD NOT TREATED SO TENDERLY

Why is the corporation treated with kid gloves? When the revenue act of 1940 military character inflicted by them was under consideration in June, I protested that individual income taxes were being increased in the aggregate by 37% and excise taxes by 35%, while corporation taxes were being increased in the aggregate by only 17%. According to a tabulation of from the point of view of morale. the National City Bank of New York, published recently, corporation profits were 59% higher the first half of this year than the first half of last year.

The young menhood of America is not treated so tenderly in the conscription reached their goals, eyewitness acbill. No alternative plans are granted them. The conscripted men would sacrifice all counts reported. The Royal Air social and economic ties, with an illusory guarantee that their jobs might be waiting for them upon the completion of training and service.

The need for compulsory military training has not been proven. On the other hand the need for additional tax revenues and the desirability of preventing defense profiteering are clearly obvious to all. What, then, is the justification for a drastic policy of conscripting men while soft-pedaling the taxation of corporations? This is not the way to strengthen the faith of the people in their government. The conscription down to a new kind of war of attrition bill should be beaten and a real excess-profits tax enacted.

They Conscript Lives... But Pon't Dare Touch Profits! Peace-Time Conscription Becomes Law

Nazis Admit **Britain Far** From Beaten

Hitler Threatens Five Years War; Iron Guard Force King Carol to Abdicate

Marking the opening of the second year of war last week, Adolf lin that Germany was prepared for five years more of war, if necessary, to subdue Britain. In the end, he asserted. Britain would be crushed. His speech was notable for its unusual emotionalism and nervousness, seeming to betray a growing strain in Germany as a result of the indefinite protraction of the British cam-

Outside observers took Hitler's words as a confession that the German air offensive against the British Isles had had little decisive effect so far and that the end was by no means in sight. An intensification of the Nazi attack was expected, his speech, Hitler contented himself with a vague general threat: "We

The all-out air warfare threatened by the German dictator went into full swing immediately as German bombers multiplied their raids by day and night. But the damage of a was still not extensive, certainly not enough seriously to impede the Brit-The German formations were effectively broken up before they Force continued its attack on important objectives in Germany and German-occupied territory on the

From all indications, the Campaign of Britain, almost three months old last week, was settling I tion—which may conceivably, but

Hitler's Cheapest Victory

OR I say to you—and I say it with all the solemnity of which I am capable—the integrity and institutions of the United States are indeed gravely threatened, and it is the bill now before the Senate (the Burke-Wadsworth conscription bill) and the hysteria which bred it which create that threat.

"If you pass this bill, you slit the throat of the last democracy still living; you accord to Hitler his greatest and cheapest victory todate. On the headstone of American democracy, he will inscribe: 'Here lies the foremost victim of the war of nerves'."-Senator Burton K. Wheeler, in an address to the Senate, August 13, 1940.

not probabily, be superseded by an attempt at direct invasion. A survey of the situation seemed to show that the protraction of this struggle was working and would continue to work to the advantage of Great Britain. The British position in the Channel was to some degree strengthened by President Roosevelt's transfer of fifty American destroyers of the "over-age" classification in exchange for naval and air base leases on Britaish possessions in the western hemisphere.

A very significat comment on the Campaign of Britain was made last week by an authoritative writer in the Stockholm Aftonbladet, one of the two chief pro-German Swedish dailies. This paper published a dispatch from its Berlin correspondent under the title, "Germany cannot gain victory by the air war". The correspondent said that this was the opinion of military circles in the German capital. The same circles believed, he said, that only thru the landing of troops would it be possible to get even a compromise peace with Great Britain. The prospects of success of such an attempt at invasion were not discussed.

Quoting neutral opinion in Berlin, the paper said three theories pre-(Continued on Page 2)

"PATRIOTISM" THAT PAYS

from The Brewery Worker

F.D.R. Sends Destroyers To Britain, Gets Bases

Acts Without Consulting Congress or Presidential proclamation. This amendment, sponsored by Representative Hamilton Fish and twice People; More Commitments Rumored

President Roosevelt precipitated to help. another nation-wide sensation last week when he suddenly informed pleted arrangements for the trans-Britain in return for ninetynine-year leases from Britain of sea and air bases at eight strategic continental and island points in this

The deal, with all its implications, was held by the President as the most important since Jefferson's purchase of the Louisiana territory in 1803. Nevertheless, Mr. Roosevelt did not present the matter to Congress, or the Senate, for consideration and approval, as Jefferson had done. He acted secretly on his own responsibility and confronted Congress and the people with an accomplished fact.

The President said he acted or the basis of a legal opinion submitted to him by his Attorney General

Robert Jackson. Even among those who approved of the transfer of the destroyers to Britain as a means of aiding it in its fight against Hitler, there was considerable protest against Mr. Roosevelt's arbitrary, high-handed, unconstitutional methods in ignoring Congress and the people in a matter of was also considerable uneasiness and misgiving as to the exact terms of the transaction. Rumors of further commitments by the United States, beyond the transfer of the destroyers, were rife. Raymond Clapper, well-known political com-

"One is tempted to question whether the fifty destroyers are all that Britain expects in payment . . Some people here (in Washington) believe that a sequel to this transaction is to be our entry fully into the war after election. . . .

mentator, gave expression to these

questions in his column in the

Scripps-Howard papers on Septem-

"Attorney General Jackson's opinion knocked the mosquito boats out of the deal and left us giving only the fifty destroyers. Nevertheless, the note of British Ambassador Lothian mentions that the exchange is to be 'for naval and military equipment and material.' Secretary Hull mentions the transfer of fifty destroyers 'in consideration' of the British offer. Is it in 'full' consideration, or in payment on account?

"To reassure the public that the destroyers would not be surrendered to Germany, Secretary Hull nailed down a commitment from Churchill based on the Prime Minister's June 4 speech to Commons in which he said the British fleet would, if British waters became untenable, be transferred overseas. But Churchill from overseas, the British fleet would 'carry on the struggle until in God's good time the New World, with all its power and might, sets forth to the liberation and rescue of the Old.' That suggests an expecta- | tion of agricultural laborers exempt | bitter opposition.

Washington, D. C. | tion that eventually we will be in

that the lease of bases would mean ment, the difference should then be Congress that he had already com- England and the United States raised by a draft. Registration and would have to be somewhat mixed classification would be put into operfer of fifty "over-age" destroyers to up together in some of their affairs ation without delay, however, as nd that he did not view this pro cess with any misgivings. . . Thus, British statesmen apparently are trying to tell their people that an Anglo-American alliance is in the schedules and as a "cowardly" trick making and that they can expect us to escape the wrath of the voters to join in the struggle."

A.F.L. Shifts Its Stand on Wagner Act

Committee Proposals; Small jority of the people favored and even Chance of Early Action

Washington, D. C.

lihood than there has been in ate provided that the President could recent months for action being taken take over and operate plants necesby Congress to amend or modify the sary for national defense where no Wagner Act in any vital respect. satisfactory agreement could be such immense importance. There is largely the result of the sudden tion to be awarded later by federal This sudden change in the situation shift in the attitude of the A. F. of L. leadership as signalized in the position taken by President William Green before the Senate Labor Committee recently.

After the session of this committee, it became definitely known-Mr. Green had withdrawn his support of amendments passed by tht House and recommended by the Smith Committee, which investigated the Labor Board for that body. The A. F. of L. leader explained that he had indorsed the Smith amendments only with reservations and that, rather than have them pass without change, he would prefer to see them

This was very welcome to Ad- ate figure of 900,000. ministration Senators. These legislators had long opposed any serious change in federal labor laws, but had expected the American Federation of Labor to support the Smith amendments with vigor. Instead, they learned from Mr. Green that his organization would be satisfied with an increase in Labor Board membership from three to five, and would like an amendment to permit evidence, two more important the organization of craft unions in any plant where a majority of craftsmen wanted one. This amendment is violently opposed by the sharply criticized in labor and pro-

Opponents of the Wagner Act and the Labor Board had not hoped that | Wagner Act in protecting labor's the Senate would accept all of the rights of self-organization and colalso said in the same sentence that, Smith Committee amendments, but lective bargaining. they had hoped that a few, at least, would be approved. Mr. Green, how- on the Wagner Act brings it closer ever, opposed the bill's provision to the C.I.O. on the question of laseparating the Board's judicial and bor legislation and would facilitate administrative functions, its defini- unity were it not for John L. Lewis's

House Passes Measure With 60-Day Delay

Legislation Goes to Conference for Adjustment of Differences Between Houses

Last week an epoch in American history came to an end. . . For the first time in the one hundred and sixty-four years of the life of the republic, a law providing for a system of peace-time military conscription—a system hitherto regarded as fundamentally un-American, as characteristic of the militaristic states of Europe—was adopted by Congress. Sober-minded Americans, rising above the hysteria of the moment, foresaw the most disastrous consequences to the economic, social and political life of the nation, to the cherished ideals of freedom and de-

Peace-time conscription came to America last week as the House of Representatives, by a vote of 263 to 149, adopted in modified form the Burke-Wadsworth bill. The week before, a somewhat different version of the same bill had been passed by a vote of 58 to 31. After passage in the House, the bill went to a conference committee of both houses for adjustment of differences, after which it would go to the White House for the President's signature and thus become law.

The chief difference between the House and Senate bills consisted in the amendment adopted by the lower house to delay the calling up of drafted men for sixty days, during which a voluntary recruiting drive would be pushed under stimulus of a adopted by vote of the House, provided that the President should immediately issue a call for 400,000 recruits. If in 60 days, that number "Churchill said two weeks ago was not raised by voluntary enlistsoon as the bill became law.

This amendment was denounced by Administration spokesmen as 'throwing chaos" into the army's in the November elections (the 60 days would postpone application of the draft until just after election day). But these Administration leaders did not explain what business the army had to prepare schedules based on conscription before Congress had acted. Nor did they succeed in reconciling their gibes that the Fish amendment was designed as a political trick on the voters with Green Opposed to Smith their contention that the great mademanded peace-time conscription.

Another important difference between the House and Senate versions was in regard to the much-discussed "conscription of industry." The Senreached with the owners, compensacourts under condemnation proceedings and permanent ownership of the plant to remain with the government. The House voted for a plan under which plants in such cases would be occupied and put into operation by the government under lease, on terms fixed by the President, with was already suspected—that the offending heads of the concern subject to criminal indictment; the plants, however, would revert to the original owners at the end of the emergency.

Still another difference related to the age brackets of the draft. The Senate bill specified 21 to 31, but the House extended the limit to 45. The House also fixed the maximum number of conscripts serving at any time at 1,000,000 as against the Sen-Both bills provide that drafted

men shall not serve anywhere outside (Continued on Page 4)

from the act, and the limitation of backpay awards to strikers. Unlikely now is Senate passage of amendments to broaden employer rights of expression in labor matters and a tightening of Board rules of features of the Smith Committee's recommendations. The proposals of the Smith Committee have been gressive circles as seriously detrimental to the effectiveness of the

The shift in A. F. of L. attitude

Knitgoods Contract Signed

Union Succeeds in Maintaining Conditions, Workers Gain Week's Vacation

Brooklyn, N. Y.

The knitgoods industry in Greater New York came to a standstill Thursday, August 22, as thousands of knitgoods workers in association, "independent," and open shops, walked out at the call of the Knitgoods Workers Union, Local 155,

Just before the stoppage, however, an agreement was reached between the union and the United Knitwear Manufacturers League, thereby averting a bitter struggle in the entire industry.

The negotiations between the union and the United Knitwear Manufacturers League covered a period of six weeks. A week before the stoppage, an agreement had finally been reached between the union and the League after a conference in the office of President Dubinsky, but the employers subsequently rejected the report of their own negotiators at a membership meeting of the League. The union thereupon got ready for a strike. The employers association then voted to accept the agreement previously reached.

The new agreement provides for the maintenance of the present working conditions in the industry, keeping intact the 35-hour week. An increase in working hours had been one of the demands of the employers. In addition, the union has won one week's vacation with pay for all workers. The knitted-textilefabric and textile-trimming workers won a week's vacation with pay before the knitted-outerwear workers gained it thru in the new pact.

Contract ratification meetings were held on Friday, August 23, in Brooklyn and New York. The meetings were addressed by Vice-President Charles S. Zimmerman and Serafino Romualdi. The workers ulated that your power made it cheered Zimmerman's statement that possible to win the 'Blitzkrieg' in the struggles to complete the organization of the 'knitgoods industry, Local 155 could count on the

Bath, Maine

In the first outbreak of racialism ever known in this region, varnish was smeared over the store fronts and windows of eight Jewish-owned its enthusiasm. I like the things establishments before dawn last Sat- vou stand for and are now fighting urday. The police were checking on for. You are carrying on the strug-Nazi sympathizers in their search gle for American democracy and for clues. Local K.K.K. groups, re- American defense. Defense of cently revived, were also suspected. America means more than just cre-



LOUIS NELSON

wholehearted support of the dress-

After the agreement was read by Manager Nelson and a wide discussion took place, it was overwhelmingly endorsed by the workers at both meetings.

Following the settlement in the association shops, the union is concentrating its attention on the "independent" and the open shops. 'The union," said Manager Nelson, 'will insist that the same working conditions be established in all mills. The union has been recognized as a constructive, stabilizing force in the industry.'

Norman Thomas, who addressed one of the strike meetings, hailed the union's demand for a vacation with pay as symbolic of the struggles of the labor movement for a better life for the working people. "I have heard," said Thomas, "that you have already settled with the association. You are to be congratagainst the employers association so quickly. While I oppose the Blitzkrieg of the dictators and rulers, I am always ready to support the Blitzkriegs of the workers

for a better life." Congratulating the workers on their past record, Thomas said: "I like this union. I like its spirit and

ating cannon. It means creating ditions for the workers, these conthe income to give the people de- 23. cent living conditions and have enough for defense."

jobs and security. It means elim- tractors decided to utilize the same inating the 'Joads.' When America technique and followed suit. They conquers unemployment, it will have called their stoppage Friday, August

In commenting on this move Louis Nelson, stated: "The union is ready The union's attempt to bring to cooperate with all elements seekstabilization into the knitgoods in- ing to bring healthy, normal condidustry was brought into bold relief tions into the knitgoods industry. this week when a group of Ridge- | We think the contractors in Ridgewood knitwear contractors organized wood have a right to demand more to get better terms from the job- for themselves from the jobbers, but bers. These Ridgewood contractors, so do the workers. If these conwho operate small family units and tractors are ready to come into the are, in the main, non-union, have framework of collective bargaining, been mercilessly exploited by the then their efforts will have a meanjobbers. And so, emulating the ing and should bring results; other union's attempt to win better con- wise, they are bound to fail."

I.L.L.A. Holds National Committee Meeting

VER the Labor Day week-end, a meeting of the National Committee of the Independent Labor League of America was held in New York City. The committee heard reports on and discussed two main points: (1) our policy on the war and the defense of America: and (2) the organizational situation and problems of the I.L.L.A.

On the first question, there were two reporters, Will Herberg and Bertram D. Wolfe, representing two different viewpoints. The committee adopted the following set of motions, introduced by Jay Lovestone:

"I. To accept the resolution presented by Will Herberg (published in the August 10 and 17, 1940 issues of the Workers Age) as the basis for the policy of the I.L.L.A.

"2. To recommend to the convention the adoption of the resolution as a basis. "3. To endorse specifically the position taken by the reso-

lution on the following questions as embodying a sound socialist position: (a) on national defense; (b) in its unqualified opposition to "appeasement"; (c) in its attitude to the problem of hemi-sphere relations; and (d) in its position on keeping America out

As against these motions, a motion was made to endorse the line of the report by Bertram D. Wolfe. This motion received five votes. There was one abstention. All the rest of the members of the committee voted for the Lovestone motions. It was decided to hold a convention of the I.L.L.A. towards

the end of the year. After a report and discussion on the organizational problems of the I.L.L.A., it was decided to meet the difficulties of the present situation with a program of organizational activization, expanding educational activities and financial re-

Progressives Save Teachers Union from Stalinist Grip

(Mark Starr is educational director of the I.L.G.W.U. and a vice-president of the American Federation of Teach-

To the general relief of their fellow-unionists thruout the United States, the members of the American Federation of Teachersby the election, at the Buffalo convention, August 19-23, of a new set of vice-presidents, and the reelection of Dr. George S. Counts as president -demonstrated that they want a genuine trade union working in conjunction with the American Federation of Labor and with a policy correlated to the needs of the American labor movement and American teachers rather than the danger of being correlated by some few locals to an ever-changing outside "party line." Since 1935, the Executive Council of the union had been deadlocked on the majority of issues. The progress that was made was confined to certain areas and was attributed to the Chicago teachers and the sterling efficiency of Secretary-Treasurer Irwin S. Kuengli. However, with over a million educational workers in the United States, the paid-up membership was only 30,-000. Now the way is clear for an advance which will organize many more teachers to their own good and to that of education and of society

ATTACK ON

Everybody was pleased with the exception of the Communist Party's Daily Worker-owned by the Three Little Old Ladies of Thirteenth Street. (You will remember their given names as Latvia, Estonia, Lithuania.) Its reports did not even make a normal attempt to be accurate. And on Sunday, August 18, its outlook had all seemed so rosy! In anticipation of some criticism from President Green of the A. F. of L., an "Educational Defense Committee" spontaneously sprang into existence with the most non-controversial and praiseworthy program. Next day, this "Defense-Committee" just as suddenly became a political caucus to defeat George S. Counts as president. (The Three Old Ladies must be getting a little deaf, because they reported that Green and Thomas Lyons, president of the New York State Federation were both "received coldly.") Despite Counts's current declaration in the New Republic and his whole lifework and record and the printed statement made by the Joint Progressive Caucus, he and his supporters were slandered in public and in private. Dr. Edward Burgum and Dr. Jerome Davis showed that they were apt pupils in the "name-calling device" of the Institute of Propa-

However, on Monday, the Communist Party organ felt sure that by naming John' J. DeBoer of Chicago, they had adroitly split that city's delegation. Next day, "news" to the Three Little Old Ladies consisted of Far From Beaten the mimeo reply of Local 5 to Green's criticism. Having nauseated themselves by the overused namebody that mentions Finland and blockade "since Germany is unable Spain together or who affirms that a to stage a successful invasion." dictatorship exists in Soviet Russia or who notes the 100% correlation in the line of the Communist Party and the changes of policy made, for example, by Local 5. Professor Robert K. Speer of N.Y.U. asked the delegates to be specific and to call them as they saw them. Unfortunately for his friends and hydraletter-headed playmates, the delegates did-as the election returns well show. Instead of scraping in by against 238 and every nominee of successful because the six uncontested candidates-Axtelle, Smith, Elder, Berleman, Etheredge and Yeager-were also on its slate of 15 vice-presidents. For once, organization had been met by or-

RESOLUTIONS

In the struggle over resolutions, Philadelphia Local 192 wanted to exploit the legitimate anger against some of Thurman Arnold's actions to put the convention on record as asserting motivation of the Roosevelt Administration to smash the unions, while falsely asserting that the law had never been used against any big-business unit. After a spirited debate and a roll-call vote, Soviet Russia was listed with the dictatorships and an attempt to put the American Federation of Teachers into anti-help-for-British-unions column was frustrated when a rolldelete part of the anti-war resoluunfinished business-contrary to the characterized as "David Dubinsky's

Local 5 leaders were counting on winning at Buffalo and staying over for the Council meeting and then going on to take the good name of the A. F. of T. into the "Emergency Peace Mobilization" conference at Chicago, Circumstantial evidence to this effect is a meeting an excursion to raise funds for the Chicago conference carried on by the local Buffalo "peace group" (Buffalo fense Committee." Courier-Express, August 26). At the

By PHILIP PEARL

Washington, D. C. A N open break between Sidney member to every four of the A. F. of L.

f not before.

rreconcilable. Organization ally, Lewis wants—as he always has wanted—to destroy the American and a reunited labor movement.

two C.I.O. leaders is even wider. That, also, Hillman denies. Lewis hates Roosevelt and is willing But Lewis realized this was fine he wants to commit the entire C.I.O. disloyalty and political non-confor- like the Wagner Act or the wage

pendent course. No one can do that the C.I.O. Executive Board. and remain on good terms with What was the significance of this kick out Hillman.

with him.

Thus, a bitter war is now smoldering within the ranks of the C.I.O. leadership. It flared into public before long some one is going to get notice a few weeks ago over an hurt. incident in connection with the defense program.

In his capacity as labor coordinator for the National Defense tions with the A. F. of L. and he Advisory Commission, Hillman ap- also complained about communist inpointed a Labor Advisory Committee | fluence in C.I.O. headquarters. This of sixteen members to consult with was done behind the closed doors nim and to help keep labor disputes of the C.I.O. Executive Board meet-On this committee were seven re- ed to resign as C.I.O. president and presentatives from A. F. of L. that gesture promptly quashed all unions, seven from C.I.O. unions and opposition. two from independent railroad brotherhoods.

Characteristically, Lewis was not tion will be gratefully accepted.

which was more than fair to the C.I.O. because the C.I.O. has one

imminent. It is obvious now that | So when James J. Matles, orthey are secretly working against ganization director of the C.I.O. each other for control of the C.I.O. United Electrical, Radio and Machine They are each seeking to line up Workers, squawked over Hillman's support among C.I.O. affiliates for failure to appoint a representative showdown fight which will take of his union to the committee, Lewis place at the next C.I.O. convention, quickly sought to make political capital out of the complaint within Their differences are basic and the C.I.O. organization.

Matles first expressed indignation because Hillman said his union was "tinged with Red." This Hillman Federation of Labor and become a denies. But the question of veracity one-man dictator over American la- is immaterial because the fact is bor. Hillman, on the other hand, ap- that the union is more than tinged pears to be anxious for labor peace that way. Then, Matles resented a hint from Hillman that the union Politically, the split between the ought to "square itself politically."

to play even the Communist Party's ammunition. So he quickly dispatched game in a desperate effort to beat a letter to Hillman protesting moving faster. The minimum-wage him. Hillman adores Roosevelt and against these charges of "practical organization to support of the New mity" of a C.I.O. union. Such a thing, of course, would be impos- N.R.A. Industries must be taken up But more than all of this, the feud sible. But the letter to Hillman was between the two men has now be- just a formality. The real purpose come implacable because Hillman in writing it was quickly revealed. refuses to take orders from Lewis Lewis sent copies of the Matles letand is pursuing a completely inde- ter and his own to every member of

Lewis. Thruout his career, he has action? The intention, of course, demanded complete subservience was to accuse Hillman of disloyalty in the metropolitan areas and 271/2 from all his followers. He has kicked to the C.I.O. Lewis thought he could out life-long friends for a mere, get the C.I.O. brothers and sisters momentary deviation from his per- sore at Hillman. The latter, howsonal policies. He is now trying to ever, was not caught napping. He replied to Lewis, sharply rejecting But Hillman is evidently not going the protests and he also sent his letto submit quietly to a purge. If ter to each member of the C.I.O. Lewis ousts him, Hillman is de- Executive Board. Hillman's purpose termined to take other C.I.O. unions also was obvious. He was trying to get Lewis in wrong.

This sort of surreptitious knifing has been going on for some time and

At the last C.I.O. convention, Hillman dared to object to Lewis's refusal to continue peace negotia-

This year, we predict that if Lewis tries the same dodge, his resigna-

Lewis-Hillman Clash Grows New York Pay Law Communist Party Line and Acute in C.I.O. Leadership Extends Coverage Teachers Union Local 5

Over 100,000 in 5 Fields Get Benefits

MORE than 100,000 women and minors in five industries of Higher relations, Deductions for meals, tips, uniforms; etc, forbidden. minors in five industries of Higher rates for part-time workers. this state are beneficiaries today of the state minimum-wage law passed U.S. Supreme Court had reversed itself and validated by a 5 to 4 vote an hour. this type of legislation in its decision

dustries covered are: laundry, cleaning and dyeing, restaurant, beauty service and candy. Another 30,000 workers will come in soon when an order for hotels is approved, and surveys are being planned in 30 more lines of work,

including retail trade, theatres and

on the Washington law. The in-

office cleaning. The necessity for surveys and public hearings keep the state from law is not automatic and universal and hour law. It is more like the one at a time, special boards named and exhaustive inquiries conducted before a wage order can be issued. Under the old law, which was thrown out in 1936, there was only one wage order-for the laundry

cents elsewhere. The present laundry minimums reflect the upward trend of wages during the last three years. They are: 35 cents an hour with a basic 40-hour week and time and a half for overtime above 45 hours in the New York area and all communities of more than 18,000 population; 30 cents an hour elsewhere with the same work-week provisions.

industry. It set a minimum of 31

cents an hour for a 40-hour week

Rates in other industries now covered are: Cleaning and dyeing: Metropolitan area, 36 cents an hour; elsewhere, 33 cents. Forty-hour

week, time and a quarter for over-

Beauty service: \$16.50 for 45hour week; overtime, 37 cents an hour for beauticians, 331/2 cents for maids. Double time after 48 hours from retarding the defense program. ing. Lewis got so angry he threaten in a week and time and a half after 8 hours in a day. Part-time workers get \$4 a day minimum.

Restaurants: Waitresses, 20 cents an hour in metropolitan area; 18 cents upstate. Non-service workers 29 cents and 28 cents for the two

Candy: Because of the seasonal nature of work, the order provides by the Legislature in 1937 after the \$7 for two days employment, \$8.50 for three days. Base rate, 35 cents

> Some of these rates are low, but it must be remembered that most of the workers are not protected by the federal wage and hour lawthat they are the easiest victims for sweat-shop employers.

> And the experience of over three vears has not borne out the argument that "minimum wages soon become maximum," according to Kate Papert, acting director of the Division of Minimum Wages.

Her statistics of the laundry industry show that the median wage was \$14.76 a week in 1937. Last year, it was \$15.62. In 1937, 46.2% earned \$15 a week or more; now 63.6% are in that class.

The effect of the law in the beauty-parlor business was much more striking. Now 85% of the workers make \$15 a week or more. In 1937, only 35% earned that much. Miss Papert's experience with

employer cooperation parallels that of Wage and Hour Administrationmost employers want to obey the law; a good many chiselers don't. From the latter the state has already collected more than \$50,000 for 9,-000 workers.

unions, and so on were adopted. The opposition group at the convention, controlled by the Stalinist

forces, made a declaration thru its presidential candidate that it was "vigorous and critical minority, that it was dissatisfied with the new administration and would excercise vigilance and alertness against it. Professor Counts, whose presidential address on the first day of the sessions, scholarly, profound and most thought-provoking, was one of the high lights of the entire convention, answered: "We welcome vigilance and criticism not only from your group but from all members and any other group that may arise." In his first year as president, Professor Counts visited 101 locals out of the 250 in the A. F. of T.; he has given concrete evidence that he stands for real democracy in the union and for a teachers union that will fight for the democratic method as a way of discussing and solving problems. The opposition showed that it meant to continue the fight in an organized factional manner by calling a caucus meeting at the end of the conven-

ACHIEVEMENTS OF CONVENTION

Some of the results of the conven-

ion can be summarized as follows: 1. Stalinist domination was decisively defeated.

2. A strong, concrete and unequivocal resolution against totalitarianism and the existing dictatorships was adopted.

3. A progressive leadership, with Dr. Counts as president, was elected. 4. The existence of a strong antiwar and anti-conscription sentiment in the A. F. of T. was manifested. 5. An appreciation of the decisive importance of affiliation with the A. F. of L. and with the organized

labor movement was shown. 6. The progressive forces of the convention became more consolidated and clarified as to issues.

7. The last two conventions (1939 and 1940) have proved of immense educational value to the delegates and representatives of the various locals in the country.

8. The Stalinist forces given a definite set-back in their two main strongholds-New York and Philadelphia-where their candidates for vice-president-Charles Hendley and Mary Foley Grossman -were defeated

9. Increased cooperation was brought about between the various forces opposed to the Stalinistcontrolled administration of Local 5, New York. What is now needed is unification of these forces to accomplish in the New York organization what was done in the A. F. of T. nationally at the convention. The times and the tasks require unification of the Liberal, Independent and Socialist Party groups.

10. The chances are now better for winning the important Teachers Guild of New York back to the A. F. of T. This will have a decisive effect not only for reuniting the New York teachers-union movement. but for the establishment of a new teachers-union movement in the

11. The road has been opened for the more effective unionization of the teachers of the country and for better relation's with organized labor. The C. P. label is being erased by action of the A. F. of T. mem-

12. Leadership of the A. F. of T. has been won by forces committed to the democratic method, not only in letter but in spirit as well. This will make possible the effective tackling of the important teacher and social problems of the day.

(We publish below an interesting leaflet issued by the minority of the New Teachers Union Local 5 to the delegates of the American Federation of Teachers convention held recently in Buffalo, N. Y .-- Editor.)

IN their speeches to the convention, Presidents Green and Lyons made pointed statements concerning communist domination of Local 5. There is no doubt that the issue raised by them is the crucial issue at this convention. Upon the outcome of that issue depends the existence and the further growth of the A. F. of T. The greatest obstacle in the path of the growth of the A. F. of T. is the political influence and reputation of the leadership of Local 5 and its effect on the national body.

In submitting the following facts, we wish to make clear the right of every member to his political opinion, but we oppose any political domination of the union. For the clarification of delegates we, a group of Local 5 delegates, present below an outline statement of facts indicating the close, uninterrupted parallel between the line of the Communist Party since 1930 and the policies advocated by the present leadership of Local 5 thruout that period. Delegates should note particularly that sudden changes in the party line were invariably followed by corresponding sudden changes in the policies of the leadership of Local 5.

COMMUNIST PARTY LINE

I. (a) From 1930 to 1935, the Comunions and the undermining of the A. F.

(b) in 1935, the communist movement suddenly dropped its dualist policy and of the present leadership of Local 5 sudswitched to that of working within the A. F. of L.

2. (a) In 1935, the communist movement suddenly abandoned its "anticapitalist" policy on war and adopted a bers, carried its proposal to affiliate with policy of "collective security." In the United States, the American League teacher issues, the leadership of Local 5 Against War and Fascism, later called the made "collective security" the central American League for Peace and Demo-lissue of the union during that period. cracy, dominated by the Communist Party, similarly adopted a program of 'collective security.'

(b) From 1936 to 1939, in accordance with its new Popular Front policy, the to follow suit. Delegates who were present Communist Party supported Roosevelt and et the convention last year will recall La Guardia

(c) From 1935 to 1939, Communist Party literature was replete with a new organ of Local 5, perfectly echoed this "democratic" and "100% American" phraseology.

(d) From 1935 to 1939, the anti-Nazi boycott was an important plank in the Communist Party program.

(e) During this period, the Communist Party violently opposed the Ludlow amendment for a war referendum.

3. The world-shaking Stalin-Hitler pact, which unleashed the present world war, compelled the Communist Party precipitately to unload its "collective-security" program. A new isolationist program was suddenly embraced. The anti-Nazi boycott was dropped, as was anti-Nazi propaganda. Russia's invasion of Finland was called a "peace move." The American League for Peace and Democracy was doomed and liquidated.

4. The Communist Party supported the American Student Union which, from it very inception, followed the party line.

5. In the crucial internal fight in the American Labor Party in New York, follow-Party organized a faction universally known as its creature.

6. Last year, the American Labor Party refused to endorse Michael Quill for councilman because of his reputation as a Quill's candidacy. supporter of the Communist Party and his refusal to condemn the Hitler-Stalin pact.

7. A Jewish People's Committee was formed by the Communist Party ostensibly to represent Jewish opinion. Practically all accredited Jewish organizations denounced the Jewish People's Committee as a Communist Party organ and as not representing the Jewish people.

8. In accordance with its precipitate change on the war question, the Com munist Party suddenly denounced Roosevelt as a war-monger and attacked the New Deal.

9. The newest "peace" move of the Communist Party is its call to an "Emer gency Peace Mobilization Congress" i Chicago from August 31 to September 3.

LOCAL 5 ACTION

I. (a) During this period, the Rank and munist Party's main policy in the trade-! File group in Local 5, communist foreunion field was the establishment of dual runner of the present administration, organized rival organizations in opposition to the New York Teachers Union and both in the press and in public meeting, at-

> (b) At the same time, the forerunners denly ceased their public attacks on Local 5, dissolved their rival organizations and instructed their members to join the

> 2. (a) The leadership of Local 5, over the opposition of a large number of memthe American League. At the expense of Delegates who were present at the convention last year will recall vividly the pronounced "collective-security," antiaggressor line of the caucus dominated by Local 5 leadership. These delegates now note not merely its strange absence at this convention, but the advocacy of a diametrically opposed policy.

(b) Local 5 suddenly altered its policy vividly the pro-Roosevelt line of the caucus dominated by Local 5 leadership. Delegates can now note its strange absence.

(c) The New York Teacher, official

(d) The anti-Nazi boycott became an official Local 5 activity.

(e) The leadership of Local 5 violently opposed the Ludlow amendment.

3. At the very first union meeting after the pact, the leadership of Local 5 suddenly sprang upon the membership the proposal to disaffiliate from the American League and suddenly urged the avoidance of political questions in the union. This was done to avoid discussion of the Stalin-Hitler pact and the invasion of Finland. The anti-Nazi activity suddenly ceased. Anti-fascist material in the New York Teacher suddenly disappeared. The leadership suddenly reversed itself and supported the Ludlow amendment. During this entire period, the leadership of Local 5 refused to condemn the Hitler-Stalin pact and the invasion of Finland.

4. The administration of Local 5 gave unfailing official support to the American

5. Bella Dodd and Charles Hendley, in their capacities as officers of the union, ing the Hitler-Stalin pact, the Communist sponsored this faction and ran on its slate.

> 6. Despite its resolution to avoid politics, the leadership of Local 5 endorsed

> 7. At its last educational conference, in the panel on Tolerance, the only speaker invited by Local 5 to present the Jewish point of view was a spokesman of the Jewish People's Committee. Accredited organizations such as the American Jewish Congress and the Bnai Brith were not invited to send speakers and protested the inclusion of the Jewish People's Commit-

8. Immediately after President Roosevelt's proposals for increased national defense, the leadership of Local 5 suddenly injected into the agenda of a union meeting a telegram unconditionally opposing his proposal. As a direct result of this telegram there were 250 protest resignations from the union.

9. Only last week, the Executive Board

members of Local 5 were suddenly asked to vote by mail on the highly controversial question of sending delegates to this congress. No information concerning its sponsorship was given. Mr. Hendley urged that delegates be sent.

During the last two years, as a direct result of the labeling of the union by the policies described above, 1,800 members dropped out of Local 5. Last year showed a definite net decline in membership. In a desperate attempt to remove the stigma, the leadership of Local 5 presented to the membership a resolution hypocritically "rejecting" Nazism, fascism, socialism and communism.

We urge the delegates to weigh the above facts carefully. The only weapon for onest progressive unionists against the devious maneuverings of a highly disciplined political block is plain, unvarnished truth. Irresponsible charges of "Red-baiting" and unprincipled attempts to heap together sincere critics within our own ranks with reactionaries on the outside are fully as pernicious as "Red-baiting" itself.

MINORITY DELEGATES OF LOCAL 5

(Continued from page 1) calling device of "Red-baiting," vailed: first, a compromise peace "Lovestoneites," "Trotskyites," etc., when German air attacks reached vailed: first, a compromise peace etc., the communists and their their peak, but "it is England's turn friends welcomed a new term of now to make proposals"; second, a abuse, "intellectual goon-squad." All quick peace thru invasion; and

The turmoil in the Balkans, precipitated by the new partition of Rumania, showed no sign of abatement last week. Indeed, in Rumania, RESOLUTION King Carol's submission to the Berlin-Rome award of northern Transylvania to Hungary was followed by wide popular disturbances, fomented and exploited by the pro-Nazi Iron Guard. Carol attempted to head off the danger and save his crown by handing over dictatorial 24 votes as in 1939, Counts had 408 power to General Antonescu, fascist leader closely associated with the the Joint Progressive Caucus was Iron Guard. But this move failed, for the Iron Guard attacks upon the king merely increased. In a few hours, he was stripped of most of militarization of education. his powers by the new dictator and then forced to abdicate in favor of his son, Michael. With the Iron Guard in control, Rumania fell completely under German domination.

> meeting, Bella Dodd spoke as the 'legislative representative of the American Federation of Teachers." was sent to the Courier-Express by catches up to the original assertion and the clippings from local and national newspapers will tell of many similar instances which have given an entirely wrong impression about the relationship of the A. F. of T. to the labor movement.

The defeated opposition in the Daily Worker reports tried to cheer itself up by false statements about "100 proxies," despite the fact that call was asked on an amendment to its charming front, Gertrude Luchning, richer than anyone else, had tion, which resolution remained with four all for herself. (The writer was bedtime story of the Three Old man" altho the president of the I.L.G.W.U. did not know the educational director of the I.L.G.W.U. was to be present at Buffalo to represent Local 189, of which he had been a member since 1928.) But why try to overtake such misrepresentation? A reading of the issues of the communist daily from August 19 to August 23 is warmly recommended to any delegates who want to get the

(Concluded in the next issue)

Nazis Recognize Britain Is Still Far From Reaton Victory at A.F.T. Meet

Reelect Counts, Repel C.P. Power Bid

By D. BENJAMIN

(Concluded from Last Issue) DESOLUTIONS and motions these names are applied to every- third, victory thru the air war and poured into the Resolutions Committee on various aspects of the war question. The majority of the Resolutions Committee recommended

ON WAR

"2. That we oppose anti-alien legislation, curtailment of freedom of speech, restriction of the rights of trade unions, regimentation and

"3. That we support the maintenance and expansion of budgets for education, unemployment relief, W.P.A., health and other social needs of the American people.

The correction concerning the facts only with trade-union participation. Irwin S. Kuenzli, but a denial never defense of our country. It is our was demanded and was in the pro-

"1. That we stand firmly opposed to the involvement of the United States in the present war and to any steps which may lead this country into war, such as the relaxation of the neutrality legislation, and loans or credits to belligerents.

"4. That we demand that defense

the placing of young workers in

matter of armaments and that an convention was carried. This meant defense must be the defense of our take any stand on the war question most precious possessions—the lives, liberties and well-being of the peo- Other resolutions for the defense of ple. We consider that true defense

social legislation and civil liberties and must be linked with neutrality and the determination not to become involved in the war."

An amendment in favor of "aid to England short of war" was defeated in the committee.

A resolution to favor "immediate registration of all male citizens from the ages of 18 to 65" and to support "the principle of the selective draft" was defeated and in its place was substituted a resolution opposing "universal military conscription at this time" and favoring instead "an immediate and substantial raise in the pay of the army personnel, especially enlisted men" and "an immediate campaign for bringing the army up to the full quota thru voluntary enlistment.' The vote in the Resolutions Committee showed a division of opinion among the progressive delegates on

hese various questions. The main anti-war resolution, containing the five points enumer ated above, was adopted by a standing vote of the convention after an attempt by some delegates to delete point one, calling upon the United education in vocational schools and States to stay out of war and not to take any steps leading in that direcdefense industries be undertaken tion. In addition, an amendment was passed calling for nationalization of "5. That we favor adequate the munitions industry. A roll call position that defense is not only a cess when a motion to adjourn the essential part of any program for that the A. F. of T. officially did not or on such problems as conscription. education, against the Thurmancannot be achieved at the expense of | Arnold attacks upon the trade

SUBSCRIBE NOW! WORKERS AGE 131 West 33rd St., New York City I enclose \$1.00 for a year's subscription \$1.00 per year \$.65 for six months

How PM Whitewashes the **G.P.U.** Murder of Trotsky

New Tabloid Fronts for Assassins in the Kremlin

By DONALD GRAHAM

thru his International Murder, Inc., pretends that the murder was the Ingersoll decides to murder Browder. Trotsky. One can hardly expect a in which he talks like a Russian govconfession from the real murdererjust yet. What is worth noting is the second exception, PM, the muchheralded New York newsless tabloid.

with the U.S.S.R.'s secret police, the sub-moronic or corrupt could posprevious attempt on Trotsky's life."

PM rushes in, with its Stalinistpacked staff, to defend the innocence of the G.P.U. and the Communist Party. The fact that all the evidence points the other way is completely ignored. One need but recall the sending of George Mink, G.P.U. agent with a notorious record of murder of revolutionary socialists in Barcelona, to Mexico well over a murder of Trotsky, a fact exposed at that time not only in the Trotskyist press, and well known in all labor circles. Only three months ago, a well-prepared, heavily-fisky and his wife occurred, resulting in the murder of Sheldon Harte, one of people took part. Everyone so far apprehended as a participant in that murderous expedition has been revealed as connected with the Communist Party, the G.P.U., or both.

But let us examine the evidence in the letter carried by Frank Jackson, the G.P.U. assassin, on his own person at the time of the murder of Trotsky. This letter is undoubtedly not unfamiliar to the We quote from the Daily Worker report of the letter (far be it from us to take any "distorted" version):

port of the 'parliamentary com- and if he did, he would accomplish mittee' of a 'great nation' in his plots and intrigues, Frank Jackson. on the eve of the attack.'

2. "Referring to Trotsky's fiof the great nation secretly visits him could answer this question'."

3. Trotsky "proposed that I go to Russia and organize there a series of attacks on different persons, particularly Stalin."

4. Jackson "also linked Trotsky with the counter-revolutionary forces of Almazan, claiming that Trotsky had hinted at the expected murder of Avila Camacho and Lombardo Toledano."

5. "He ended the letter by describing Trotsky's contempt for Sylvia Ageloff because she is a member in a leading position and that it was partly for her that he decided to 'remove the chief' who caused 'only great damage'."

STRICTLY A G.P.U. LETTER

If ever there was a letter written ago, Trotsky was in official Stalinist other "great nation" has a parlia- inquiry. ment, much the less a parliamentary committee? If the U.S.A. were in-

committee or Senate committee. And what astounding restraint is shown by this Jackson! He does not hesitate to murder his supposed "chief," and to carry with him for that purpose an alpenstock, a dagger and a revolver-but to name the country and the consul who have been backing Trotsky is too much for his sensitive soul! All this has a familiar ring. Anyone who recalls the Moscow "trials" can vividly recall how the officials of Stalin's government, with great diplomatic subtlety, would refrain from mentioning the name of the country supposedly financing the victim. Unnamed consuls also secretly moved about them. Jackson talks just like a G.P.U. prosecutor, like a Russian government agent, not like a shocked organizations. and disillusioned follower of Trotsky.

tended, it could only be a House

Let me give an example. Suppose government. Moreover, Browder quote the paragraph of his letter urges him to murder Mrs. Trotsky, giving his reasons for his present

President Roosevelt and William | nothing but get into a concentration THERE has not been the slightest Green, and then to top it all, speaks camp everyone he spoke to, no doubt expressed in either the in a venomous manner regarding the matter how innocent. The editors of labor or general press of the United very sweetheart who introduced him States that the murder of Leon to Browder. Shocked and disillusion-Trotsky was perpetrated by Stalin ed, Ingersoll desides to do something worrying about the danger threatenabout it. What? Murder Browder? ing the life of the Russian Fuehrer. otherwise known as the G.P.U. How Or would not Ingersoll rather rush He is no worse guarded than are ever, there are two exceptions to this back to PM with a first-class poliuniversally held opinion. The first, tical expose to intersperse among likelihood of Stalin suffering a naturally, is the American organ of revelations regarding watered meat Stalin, the Daily Worker, which and ice-cream? But let us suppose work of a "disillusioned follower" of Would he carry with him a letter hands of the Russian proletariat. ernment official—saying that he has discovered that Browder is the agent of an "unnamed" government! Would the outraged Ingersoll On August 23, one Frank Jellinek hesitate in his last epistle to the wrote with an air of finality and world to reveal what consul he had discovered was financing the "chief?" The whole thing is so "No evidence whatever given out here connects Leon Trotsky's murder has been accommended by the second one who is not such assertion on the second one who is not such assertion." local Communist Party or with the sibly believe such nonsense. Jackson's G.P.U. letter is for consumption by Russian peasants; and even they can see thru it—if they dare. Stalin's crudity increases in direct proportion to the number of his

MOSCOW TRIAL

assassinations.

CHARGES REENACTED That Trotsky should instruct Jackson to go to Russia to commit Trotsky have shown a rigid year ago in order to organize the a "series" of murders of Russian adherence to the policy of nonleaders, and particularly Stalin, is interference in the internal politics similarly a G.P.U. fraud. It is of Mexico. If Trotsky had any link deliberately concocted to give with Almazan, it must have been justification for Stalin's murder of not thru personal conferences, Trotsky. It implies that Trotsky was letters, articles, statements or nanced machine-gun attack on Trot- a hopeless fool and that every reader speeches—but thru mental teleof the Jackson letter is the same. pathy! Yet the "disillusioned fol-Everyone knows that foreigners lower of Trotsky" suddenly begins of Trotsky's guards. Almost a score entering the U.S.S.R. are under careful observation by the G.P.U. Every citizen of Russia who is visited by a foreigner is also under for no conceivable purpose or reason close observation. But when the visitor to Russia is a supposed Belgian born in Persia, with a false American passport on one occasion and a fake Canadian passport on another, one who could have been observed visiting Trotsky frequently during the past six months, and who by any stretch of the imagination, in addition has been in constant have advocated. writers of PM, for the Daily Worker touch with Trotsky followers during joyously prints its contents in full. the previous two years, the idea of accomplishing one murder in Russia, let alone a series, is simply outlandish, Such a "visitor" wouldn't get of plots to murder outstanding 1. "Leon Trotsky had the sup- very far beyond the Russian border, officials in Mexico and Russia and of

PM and the loyal disciples of Stalin need not lose any sleep at night the other Fuehrers and Duces. The violent death comes not from some visitor to the Soviet Union but from a fair and long overdue trial at the

FROM HITLER TO ALMAZAN

Jackson's letter links Trotsky to Almazan. Here again, the only people who have been able to see any connection between Trotsky and Almazan have been the Stalinists. For months, the Communist Party papers have carried on a lively campaign about a Trotsky-Almazan plot, with the purpose of having Trotsky driven out of Mexico. But never have they given an iota of proof. No other papers or organizations have been able to discover such a link. Not even the Mexican government, whose police have been in, near and around the Trotsky home during all this time, have been able to discover such a connection. All statements and articles of to talk like the Daily Worker and discovers a "link" and "hints" of assassination of Mexican officials, whatsoever. What could Trotsky accomplish by such nonsense except to provoke his expulsion from the only country that had given him a place of refuge? It is a policy simply ascribed to him by the G.P. U., not one that he could possibly,

UNSUBSTANTIATED LETTER TECHNIQUE

In all this weird conglomeration (Continued on Page 4)

assassin of the counter-revolutionary leader, disclosed in a letter written on the eye of the attack." Arnold's "Anti-Trust" 2. "Referring to Trotsky's finances, Jackson said: 'Perhaps the consul of the great nation who Drive Against Labor

Arbitrary Restrictions Forced on Unions

By MATTHEW WOLL

ON March 15, 1938, Thurman Arnold, the present Assistant Attorney General, was placed in charge of the Anti-Trust Division of the Department of Justice. On April 29 of that same year, the President presented a message to Congress in which he spoke of the dangers of concentration of wealth and economic power. He urged that a careful survey and inquiry be made into these developments. He also urged that an appropriation of sufficient size be set aside to carry out these purposes.

Now, in the President's message to Congress, there is not the by the G.P.U., this is it. Only a year slightest intimation that he had labor organizations in mind as a circles an "agent of Hitler." The dangerous concentration of power Stalinist prosecutor in Moscow had Reading his message thruout, there even "discovered" that Trotsky had is not the slightest intimation that been an agent of Germany for he complained of what labor had almost twenty years! Now that done or was doing. To the contrary, Stalin has entered upon a close everyone had reason then—as well fraternal relationship with Hitler, as reason now-to believe that the Trotsky is suddenly discovered to be President meant the concentration backed by the "parliamentary com-mittee of a great nation," and industrialists and financiers. Confinanced by the "consul of the great gress responded and labor did not nation who secretly visits him." The raise its voice in objection. A large letter is so couched as to avoid any appropriation was made available to reference to Nazi Germany-we, the Anti-Trust Division of the Demust not annoy "our friends," the partment of Justice under the fascists, now. Jackson is obviously supervision of Thurman Arnold and referring to Great Britain. What for the purpose of survey and

THURMAN ARNOLD STRIKES AT LABOR

Then things began to hum. Labor organizations were investigated everywhere. Prosecution upon prosecution followed. Up to March 30. 1940, 74 indictments were had in eleven cities with 985 organizations and individuals involved. Of these 985 organizations and individual members, 200 are union representatives and 58 are labor unions.

What has come to pass? Today, we find every old precedent every old decision for the past fifty years, revived by Thurman Arnold. This tendency, combined with his conception of these laws and his procedure directed against labor. unless stopped will ultimately mean the destruction of our trade-union

It was on November 20, 1939, that Thurman Arnold released his in-Ralph Ingersoll, editor of PM, were famous letter to the secretary of the convinced by a sweetheart of his to Indianapolis Central Labor Union, become a loyal follower of Earl wherein he defined his policy in the Browder. Remember—I am only prosecution of what he conceived to supposing! Ingersoll then finds that be violators of the Sherman and a standard that will best suit his Browder is in the pay of the British Clayton anti-trust laws. Let me

procedure:

"Unions stand to gain by the vigorous performance of this duty (enforcement of the act). In the past, most labor cases under the Sherman Act have arisen thru private suits instituted without public responsibility and often conducted as a part of a struggle to destroy a union or to avoid dealing

"Organized labor suffers when the selection of labor cases under the Sherman Act and the presentation of argument in such cases is left in the hands of those who may be hostile to organized labor itself."

Here then, he clothes himself as workers. Having done so, he proour movement and our labor or ganizations.

In his letter to the secretary of the Indianapolis Central Labor Union, Mr. Arnold defines five types of restraint that he holds to be illegal, and, when indulged in by labor, to be in violation of the Sher man and Clayton Acts and thus subject to the prosecution by his De partment.

Now what are these five types of restraint?

GRAFT AND PRICE-FIXING

First of all, he will not tolerate systems of graft and extortion. To be sure, no one holds a brief for the grafter or the extortionist. Labor no more than any other body of right-minded citizens welcomes or cherishes such characters in our trade unions any more than we do in our social communities. But why must the Sherman and Clayton Acts | ONE STEP AT be used to prosecute racketeers. grafters and extortionists? We have ample laws on our statute books Clayton Acts.

define this "illegal fixing of prices." prices, and that we may indulge in pose it. such a practise provided we meet

(Continued on Page 4)

Will It All Come Down to Farm Prices Linked

By JOHN T. FLYNN

to large numbers of people.

with \$30 a month? Naturally, this is very disturbing to gentlemen who hold his mortgage notes. It's all ight to take poor little George. But this will leave Mr. Big holding the mortgage notes. Naturally, he ne will be denounced for shutting lending his country. So while of his good \$25 a week jobcomething can be done for poor Mr.

and a special fund is set up for a bill to help George. But I find real-estate interests in New York misfortune to be out of jobs. very much concerned about this measure-it looks awfully good to

But if we should pay the inter- 1940.—Editor.)

est on George's mortgage note, shouldn't we pay the installment's A S the weeks go by, the war-on his life insurance? And what about Bill, who doesn't own any on his life insurance? And what militarist groups become aware of property and therefore is on no the fact that their activities will mortgage notes but who owes have repercussions very unpleasant other obligations, perhaps his share of the rent on the family domicile? Take the man between 21 and 31 | Shouldn't we do something for him, who owes money on a mortgage. too? Should the whole family be How is he going to pay the interest penalized because Bill is young enough to get drafted? Why should we save Mr. Mortgage Noteholder and not Bill's family?

As the draft moves along and men are sought, first one and then the bag-to a certain extent-on another reason is going to be found to let this fellow and that out. The won't be able to foreclose because youth going to college, the young man studying for a profession, the down on a man who is out de- young man who is doing important work, and so on. In the end, we will nothing can be done about poor get around, as one of the generals George—who has been yanked out has already intimated, to taking only the "unimportant" men.

Well, who are the unimportant men? Why, the fellow who has no So we find a bill which pro- job answers this description pervides that when George goes to feetly. Wouldn't it be odd if the conwar—or to the conscript camp—
for a year the government will of the unemployed? And think how are only snatching businessmen's pay the interest on his mortgage happy certain very respectable, profits out of the fire, and in return conservative persons would be to see that purpose. The bill reads like this measure of perfect "justice" meted out to those who have the

> (This article is taken from the New York World-Telegram of August 28

White Group Heads Straight for War

Employs Tricky "Step-at-a-Time" Strategy

President Roosevelt's order to transfer "sell," "send," "release" or "make the destroyers to Britain, is especially available." Possibly, it is futile to

timely today.—Editor.) Washington, D. C. O^N August 12, Senator Claude Pepper predicted that the United States would release 50 "over-age" destroyers to Great Britain "as soon as Congress and the public became accustomed to the idea." The President, Mr. Pepper said, would find a legal way of doing it. The campaign to get the nation accustomed to the idea was already under way and was following a familiar pattern. First, there was a trickle of stories out of Washington. Concurrently, there was much beand his Committee to Defend America by Aiding the Allies, the icebreakers for all interventionist expeditions, were all over the map with word that the British fleet was all that separated the U.S. A. from the fate of Holland. Meantime, from the White House came silence as deep and meaningful as the silence on the third term. But in the New York Times of August 22, Arthur Krock reported: "In the matter of the destroyers, he (the President) has stayed in the background while a favorable build-up for the project was being made by many persons. Some of these are close enough to him to suggest that Mr. Roosevelt inspired or encouraged, certainly approved, their effort."

Four years ago, Mr. Roosevelt himself indicated that this sort of a friend of labor and as an apostle inspired build-up for a Presidential of liberalism and of freedom for the policy was to be expected. In his famous Chautauqua speech on ceeds to do all he can do destroy August 14, 1936, he said: "Nevertheless, and I speak from long experience, the effective maintenance of American neutrality depends today, as in the past, on the wisdom and determination of whoever at the moment occupy the offices of President and Secretary of State." But the crucial steps in U.S. foreign policy cannot be taken with complete disregard for public opinion. Hence the build-up. Few Washington observers doubt that Britain will get 50 or so destroyers or that Congress will not be consulted in the matter or that a "legal" way will be found or that the navy will certify that they "can be spared." Congress was not consulted on the formation of the Canadian-American Joint Board of Defense. In fact, the Administration seems to be intensely preoccupied with ways of avoiding Congress-even regarding policies on which there would be little likelihood of important opposition.

Taken by itself, the proposal to send destroyers to Britain strikes without bringing in the Sherman and an emotional response. And because such proposals are made one at a The second is the enforcement of time, a nation that fervently hopes illegally fixed prices. Again we offer for the destruction of Hitlerism is no complaint. We do not seek to fix likely to be attracted by them. But prices of commodities or articles of a nation equally hopeful of avoiding trade and commerce. That is not our war is likely to miss the fact that function. We hold no brief for those these individual proposals are everwho endeavor to fix prices. But, mind | lengthening steps on the road to you, he says "illegal fixing of war. The destroyer build-up is part prices," and yet Mr. Arnold does not of a larger build-up. It must be examined not as an isolated question He would have us believe that from a poll-taker but as part of the there may be a legal fixation of long-term policy of those who pro-

(This article, altho written before | The Committee is willing to "give," avoid taking steps that Adolf Hitler may regard as acts of war. Hitler, it is said, does not declare wars and can always find excuses to wage them; he is already waging economic war against the U.S.A. But that is hardly reason for the U.S. A. to embark deliberately on an undeclared military war of its own. Destroyers are but demand No. 1 of William Allen White's Committee. No. 2:"To make available to Britain all other materials of war-air planes, artillery pieces, and shipsnow in the possession of our army and navy, that could be spared without weakening our national defense." No. 3: "To make available hind-the-scenes activity to get big to Britain our surplus food supplies." And No. 4: "To guard General Pershing was brought forth against war materials reaching aiding the Allies with war now. If its program is "illegal," the Committee has a solution. Another of its purposes is: "To crystallize public opinion which would encourage Congress to give the President whatever legal authority necessary to accomplish these ends, or to amend to whatever extent necessary existing legislation that interferes with giving such aid to the Allies. Furthermore, the Committe clearly implies, anyone who opposes "all forms of aid for Britain" is a sabotaging "Fifth Columnist." Neither Mr. White nor his Committee openly favor a declaration of war. But the intellectual vanguard of the Committee does: Robert E. Sherwood, Herbert Agar, Calvin B. Hoover, Lewis Mumford, et al.

STRAIGHT FROM HEADQUARTERS

Whether the Committee is in fluencing President Roosevelt or vice-versa does not matter. The membership of the committee is heavily weighted with Republicans and Willkie Democrats whom no Republican candidate can afford to cross. Mr. White himself, an influential Republican on excellent terms with the President, is a natural-born liaison man. It is worth noting, moreover, that Mr. White's Committee includes at least four men who presumably adhere to its program and are esteemed by the President: Secretary of War Stimson, Secretary of Navy Knox, Mayor La Guardia and Librarian MacLeish who, in plugging a recent movie, scorns history written "with the falsifying aid of hindsight." Ambassador Bullitt's declaration of war on August 18 contained the sentence: 'You have heard the appeal of William Allen White and his associates.' Since Bullitt's speech was made with the knowledge and approval of the State Department, it may be assumed that the appeal of White and Associates emanates direct from headquarters.

The fact that proponents of the destroyer plan are also overt or covert advocates of war may seem to be only circumstantial evidence that the proposal is a step toward war. But there is definitive evidence inherent in the plan itself. The interventionist military analysis proceeds on the assumption that saving Britain now is a defense measure, that the British Isles are essential to U.S. defense in the same sense that Puerto Rico is and therefore Hitler must be kept from either outpost. In lifting the arms embargo and making their industrial plant Spearhead of the drive is the Com- available to the British war machine mittee to Defend America by Aiding | most Americans were trying to help the Allies. In its propaganda, the Britain help herself. But interven-Pray, then, that he might more Committee is not particular about tionists were trying to save Britain how Britain is to get the destroyers. at any cost of the U.S. A. Now

Drafting the Unemployed? To Workers Wages

Survey Finds Interests Directly Related

By AUSTIN C. WEHRWEIN

DEACTIONARY forces led by a wedge of jealous dissension between workers and farmers. By telling farmers that their in-

terests are those of business—that they are in the same economic boat -these reactionary groups have made some farmers believe that if profits, they must, somehow, hurt the farmer's pocketbook, too.

Hammering this wedge home, these reactionary forces, whose inlegislation, unionization, and higher wages for city workers. They say, in effect: What hurts the worker, helps the farmer. But objective statistics gathered by

the University of Wisconsin show that in so running industry's are getting only burned fingers for their trouble.

In short, what helps the worker, helps the farmer:

Because what workers receive as salaries will determine what they can pay for farm products...

Because higher wages create a wider market, and do not increase appreciably the cost of manufactured goods to the farmer. . . Because when they can, families

buy more food, and pay higher Because consumption of food pro-

ducts more than doubles when income rises from \$500 to \$1,000, and consumption of bottled milk and outter also more than doubles. Because it is almost axiomatic

that farm income goes up when city income goes up, and falls when city ncome declines. . . These are the conclusions reached in recently published studies by the

nent of Agricultural Economics, based on careful statistical tabula-Professor D. S. Anderson, editor of the studies, believes that farmers must turn their attention toward the purchasing power of the consumer,

University of Wisconsin Depart-

and the farmer-producer. "What the consumer can pay for farm products is the important factor in determining what the farmer can secure for his products," Professor Anderson explains. "These consumers live in cities and villages,

General Pershing was brought forth to begin the open drive in earnest. By this time, William Allen White

By this time, W ionist reasoning dictates sending 50 "old" destroyers. If 50 "old" destroyers do not save Britain, the inexorable logic of this reasoning would require the sending of 50 new destroyers, and then, in the words of of increasing farm income by get-Mr. White's committee, "all other ting more money from consumers of materials of war-airplanes, artil- farm products. Measures to increase lery pieces, and ships." Obviously, the incomes of families in the lowthe U.S. A. could not, if it followed | income levels, families with incomes this reasoning, stop at any point of less than \$100 a month, offer short of war. The ultimate logic of this course, perceived by the brighter | farm income." and franker members of Mr. White's Committee, is to declare war now. But Americans would not now be receptive to an open campaign to get in factory pay rolls, rather than them "accustomed to the idea" of an changes in total production of manuimmediate declaration of war. Anyway, such a campaign may never be necessary since a nation that has during recent years suggests very permitted itself to become entangled strongly that only by increasing the in the "short-of-war" hoax will

> destroyer proposal is viewed in its for relief or thru some governmental proper context, it is certainly no program similar to parity payments, measure short of war in any sense of the term. And opposition to the proposal does not mean indifference to the fate of Britain or blindness to the implications of a German victory. It is based on the obvious fact that the proposal is an irretrievable not be increased." step toward war and that U.S. in volvement in foreign war would be the deadliest of all blows to demo- the Progressive, published at Madison, cracy everywhere.

to adopt any other course but war.

and about two-thirds of them are individual wage-earners and lowsalaried workers. Here is the market R employers have tried to drive for farm products and what these individual wage-earners and lowsalaried workers receive as wages and salaries will determine what they can pay for farm products.

"We may wonder if a larger share of corporation receipts could not go to wage earners. This would mean higher wages hurt industry's fat a larger market for farm products without higher prices for things farmers buy." If a complete embargo was placed

on foreign farm products which terests are served by lower wages, compete with American products, have sought to use farmer groups as "the prices our farmers received stalking horses in fighting labor would be increased only a little," he points out. Further, while something can be

done by reducing marketing costs, "that alone will not give farmers a satisfactory income," he says. When the wages of American

wage earners were slashed in half between 1929 and 1932, the price they paid for butter was cut in half, Professor Anderson shows.

"Farmers frequently think of the wages of industrial workers as costs entering into the prices of things they buy. They should remember that these wages of industrial workers are also the market for their farm products.

"The amount a family spends for food varies with its income. There are over 4,000,000 families in the United States with incomes of less than \$500. The average yearly expenditure for food by these families was only \$203, but it was 44% of their total expenditures. This means that 14% of all the families in the United States spent only 5 cents per person per meal for food. Expenses for these families amounted to more than their average income-\$312 per family—so that their expenditures for food amounted to 65% of their total income.

"As income increases, expenditures for food increase. Families with incomes from \$1,000 to \$1,500 spent more than twice as much as families with incomes under \$500. Expenditures for food show a marked increase as income increases up to about \$3,500. These figures tell us that low-income families will increase their expenditures for food when their income increases. Famand pay less attention to the split liles buy more food and pay higher

between the middleman, the retailer, prices when they can." Consumption of dairy products more than doubles when income goes from \$500 to above \$1,000, and of the dairy products the amounts of butter and bottled milk consumed show the greatest increases, Profes-

sor Anderson says. "Low-income families are willing to spend more money for food when declined when consumer income declined. Until the incomes of families in the lower-income levels can be raised, there is not much prospect possibiliti s of greatly increasing

"Changes in the amount of money which consumers have spent for dairy products have followed changes

factured dairy products. "The history of dairy incomes incomes of the consumers of dairy eventually find it almost impossible products or by greater contributions by the government, either When the emotionally satisfying thru the purchase of dairy products can dairy incomes be materially in-

> "While reducing supplies would raise prices, the higher prices might easily be offset by the smaller volume so that total receipts would

> (Mr. Wehrwein is a contributor to Wisc., by the LaFollettes.—Editor.)

Fraud Is King!

RAUD rules the roost these days. Trickery has become a major power

It was trickery to which President Roosevelt resorted last week in putting over the destroyer-transfer deal, trickery that would bring the blush of shame to the cheek of even the proverbial Philadelphia lawyer. The law says plainly: "It shall be unlawful to send out of the jurisdiction of the United States any vessel, built, armed or equipped as a vessel of war . . . with any intent that such vessel shall be delivered to a belligerent power." Obviously, the "intent" refers to the "sending" of the vessel out of the United States for delivery to a belligerent power. But, on commission from the President, Attorney General Jackson conveniently discovered that the "intent" refers to the building of the vessel, and since the fifty destroyers were built twenty years ago, it's quite all right to sell them to a belligerent today! On that basis, the President can sell the entire U. S. navy if he feels like it!

Even those who approve the transfer of the destroyers in itself cannot but gag at the petty chicanery of the President's methods.

Or take the "great debate" over the alleged "conscription of industry" included in the Senate conscription bill. What a brazen fraud, both the proposal itself and much of the opposition to it! It does not 'conscript" industry; it does no more than streamline federal condemnation procedure provided for in a statute passed during the Hoover regime. It is nothing but an election trick to render more palatable the vicious Burke-Wadsworth bill of which it is a part. On the other hand, Republicans who think it is quite all right to conscript young men throw up their hands in holy horror at the mere thought of conscripting wealth.

What a revolting spectacle! Fraud is King!

Workers Age

Organ of the National Council, Independent Labor League of America, 131 West 33rd St., New York City. Published every Saturday by the Workers Age Publishing Association. Subscription Rates: \$1.50 per year; \$.85 for six month; 5c a copy. Foreign Rates: \$2.50; Canada \$1.75 per year

Entered as second class matter Nov. 5, 1934, at the Post Office New York, N. Y under the act of March 3, 1879. Phone: LAckawanna 4-5282.

WILL HERBERG, Editor

Vol. 9.

VOTE SOCIALIST!

SATURDAY, SEPTEMBER 14, 1940.

End Hunger in the Midst of Plenty! Jobs and Security for All! Keep America Out of War! For Socialism, Peace and Freedom!

Vote for

Norman Thomas and Maynard Krueger for President and Vice-President

CREEPING DICTATORSHIP

SO President Roosevelt has gone ahead with the transfer of the fifty CARDS STACKED "over-age" destroyers to Britain, allegedly in return for the lease BY THE BRITISH of sea and air bases on British possessions in this hemisphere. Some weeks ago, we pointed out why we regarded such a move as dangerous to the flow of tin from the Far East was peace and security of the American people. There is no need to add threatened, two smelters were erectanything now. But there is all the need in the world to raise a voice of ed here to refine Bolivian ore. The protest against one aspect of the transaction that may well turn out to U.S. industry was a technological be the most sinister phase of the whole affair, and that is the President's success, the it never amounted to high-handed, dictatorial methods, his studied contempt for the Constitution and for elementary democratic procedure, which has marked this and by 1995 tin application in the latest action of his as it has most of his recent activities.

We can do no better than reprint some passages from the now famous editorial in the St. Louis Post-Dispatch of September 2:

"Today, Congress is INFORMED of the agreement. Note well the word 'informed.' Altho the President referred to his under-cover deal as ranking in importance with the Louisiana Purchase, he is not asking British product. Labor costs were Congress—the elected representatives of the people—to ratify his deal. He is TELLING them it already has been ratified by him—America's story. The fact is that the American

"The President has passed down an edict that compares with the cards were stacked against them, edicts forced down the throats of the Germans, Italians and Russians by Hitler, Mussolini and Stalin.

"He hands down an edict that eventually may result in the shedding of the blood of millions of Americans, that may result in transforming the United States into a goose-stepping, regimented slave state.

"Under our Constitution, treaties with foreign powers are not legal Bolivian ore, dug from lodes high in without the advice and consent of the Senate. This treaty, which history the Andes, is less pure and has may define as the most momentous one ever made in our history, was put over without asking the Senate either for its advice or its consent. . . .

"If Roosevelt gets away with this, we may as well say good-by to our liberties and make up our mind that henceforth we live under a dictator-

"If Congress and the people do not rise in solemn wrath to stop Bolivian ore is minimized by mixing Roosevelt now-at this moment-then the country deserves the stupendous tragedy that looms right around the corner

How long is organized labor going to remain silent while creeping dictatorship overwhelms the nation? How long is it going to stagger drugged and helpless under the hypnotic spell of the Roosevelt myth? Labor has most to lose; it should be the first to make its voice heard!

METHOD TO THEIR MADNESS

IN the recent debate on conscription, Senator Pepper demanded that the President be given the power to "suspend all statutes" in prepar- on the export of Malayan tin ore for ing for defense. Striking a melodramatic attitude, he shouted: "If this refining in other than Malayan be dictatorship, make the most of it."

In the same debate, Senator Josh Lee wanted the President to have the power to take over the newspapers and radio for "propaganda."

Now, of course, you may say that Pepper and Lee are just screwballs, and you would be right. Politically, they are indeed on the lunatic smelting to American soil and so fringe. But there is method in their madness and that method is made obtain, in time, complete control of perfectly clear in the words of Josh Lee:

"Is it not a fact that Hitler is the first military genius in the history of the world to use the propaganda machine? He has used it so effectively that his wars have been won before his legions struck. That is why it i necessary for the government to have propaganda in case of an acute national crisis such as we would face if we were forced into a war with

In short, in order to fight Hitlerism, let us copy it here at home. In order to defend democracy, let us begin by destroying what we still have of it. That is the theme song of Administration "defense" policy from President Roosevelt right down to Josh Lee.

FOR SHAME!

CCORDING to the press, some section or official of the American A Labor Party has sent a telegram to Washington denouncing opponents of the destroyer-transfer deal as either "Fifth Columnists, cheap Island. This 10,000-ton-a-year plant, now we are advised by Thurman politicians or plain lunatics."

For shame, gentlemen, for shame!

Senators Robert M. LaFollette and Burton K. Wheeler have opposed the destroyer transfer on the floor of the Senate and in their public utterances. Are they either "'Fifth Columnists', cheap politicians or plain

Norman Thomas, the veteran socialist leader, has made clear his of Bolivia, which have always been objections to the destroyer transfer. Is he either a "Fifth Columnist," a 'cheap politician'' or a "plain lunatic?'

According to a Gallup poll published in last week's New York Times, fully 40% of the American people oppose the destroyer deal. Are they all "'Fifth Columnists', cheap politicians or plain lunatics?"

It ill becomes an organization speaking in the name of labor, which has suffered so cruelly in the past from just such excesses, to join in the devil's game of whipping up a frenzy of hysteria, intolerance and re-

THE most advanced case of war hysteria has been discovered in the industry of England, in which Social Security Board in Washington. Board officials are working Patino Mines and Enterprises, out plans for evacuating children from the Atlantic seaboard "in case Consolidated, the Delaware-incorof an attack." The job was decided upon by a group of ardent New porated Bolivian interests, own a Dealers who are now worrying themselves thin about the "social consequences" of the project. They have pierced the future so far as to the U.S.A. at the expense of his foresee that the children might not be housed properly, that they might own investments in Britain unless not have privies and that teachers might not be available to oversee (1) he is given a very favorable them. They are deeply concerned about the number of railway cars on deal, or (2) he is fearful lest the Washington sidings. They doubt that there are enough for the evacua- English smelters be bombed by the

Another "social consequence" gives them less concern. By shifting and expanding the Board's existing machinery, they are satisfied it will be possible to take care of pensions for the widows and orphans of

N Associated Press dispatch from Fort Myers, Fla., dated August 28, reads: 1917, hung on at a loss until 1925 in A Ssociated Fress dispatch from Fort Myers, ria., unless ranges 20, 1022. The hope of wangling a protective the hope of wangling and the hope of wangling wangling and the hope of wangling wangling and the hope of wangling wan order today and was all ready for business. The first 'customers' were two Negroes. 'Are you aliens?' Mr. Lewis asked. "Yes, sir', was the reply. 'Where were you born?' he inquired. 'In Georgia,' P. S. They were not registered."

Well, can you blame them for feeling like aliens!

Simon Patino Visits Our Shores

Tale of Bolivian Tin

the Bolivian tin king who has not been near Bolivia in sixteen years, arrived in New York from France to help develop tin smelting in the U.S.A. as a defense measure. The U.S.A. has no tin of its own, but consumes half the world's output. More than 80% of U.S. tin imports is mined and smelted in the Far East, mainly in British Malaya. Most of the rest is mined in Bolivia -but shipped to England, smelted there and shipped back across the Atlantic. However, experts have often pointed out that, if necessary, Bolivia could provide enough virgin fall in raw material prices that tin to fill American needs. If the U.S.A. possessed a smelting industry of its own based on Bolivian ore, there would be no necessity to depend on mines and smelters in Asia and Europe. Why, then, is there not a single tin smelter in the world's No. 1 tin-consuming 1931, after the onset of world-wide country?

During the World War, when the more than 20% of consumption. But U.S.A. had ceased entirely.

A generally accepted explanation -it is practically an official caseis that American labor costs were so high that American-smelted tin was unable to compete with the higher, but that is less than half the operators were in a game where the and, ironically enough, all the good cards were held by the British.

What made U.S. tin smelting unprofitable was not so much the cost of labor as the cost of tin itself. U.S. smelters used only Bolivian ore. always been far more expensive to mine and smelt than the tin of the rich alluvial deposits of the Far East, which can be mined by relatively cheap hydraulic processes. In England, the high cost of working it with less expensive ores from Malaya or Nigeria.

But, if Far Eastern ores were cheap for the British, they were the opposite for Americans. Back in 1903, when an American company began negotiations for the purchase of Malayan ore to be smelted in the U.S.A., Sir Frank Swettenham, then High Commissioner of the Federated Malay States and Governor General of the Straits Settlements, caused a 40% ad-valorem duty to be imposed smelters. Later exemptions were granted to Empire smelters. In effect, this was an embargo, as Sir Frank himself admitted: "An American attempt to transfer this tin Malay tin products was frustrated by imposing a prohibitive duty on exportation of tin ore and giving an equivalent rebate on all ore smelted in the Straits Colony." It was this duty, extended after the World War to Nigerian tin, rather than high labor costs, that froze out the American smelters.

BACK HOME

joint venture of the National Lead Company, an important tin consumer; Williams, Harvey and Comterest; and the huge Patino interests closely interlocked with both British interests and National Lead. This plant made money at war-time price evels, but after 1923, high costs forced transfer of all its operations back to Williams, Harvey and Company's smelters in the little town of Bootle outside Liverpool. Later Williams, Harvey and Company was absorbed into a huge merger called Consolidated Tin Smelters Ltd., which is, in effect, the tin-smelting substantial share. Presumably, Patino is not going to ship his ore to

The other important war-time smelter in the U.S.A. had been set up in 1916 at Perth Amboy, N. J. by the Guggenheim-controlled American Smelting and Refining Company. It made money in 1916 and tariff on tin imports. In 1922, U.S. tin interests introduced a duty on

ment has used its influence to dustry—and national defense—is b squelch further attempts to impose government accumulation of such a duty.

CARTEL AND

"STOCK-PILE" Thru their direct control of half the world's mine production and their even more extensive domination over smelting, British tin interests have for years operated a near monopoly, altho outside producers were always strong enough to influence the price set in London. In the late 1920's, faced with the preceded the depression, British, Dutch and Bolivian operators formed the Tin Producers Association, a loosely organized cartel scheme to keep the price up by voluntary restriction of production. But the Association lacked authority. In depression had forced the price of tin to a new low, the Association become the International Tin Committee (I.T.C.), which is an intergovernmental body whose members participate as representatives of the governments (including Bolivia) which control 90% of world production. Actually, the I.T.C. is ruled by London tin interests. By restricting production, it keeps the price at a level that in the past has drawn censure from the London Economist and protests from the U.S. State Department. The price is now upwards of £260 a ton; conservative economists insist that tin can be sold profitably for much less than £200 a ton. As monopolies go, the tin cartel has been a great success -for people who own tin mines and smelters.

adequate supply of tin for U.S. in-lomy in this hemisphere.

'stock-pile" to be held in reserve against emergencies. Such a "stock pile" might be adequate by itself or it might serve as interim in surance until a U.S. smelting in dustry based on Bolivian tin could be set going. Early in June 1939 three months before the war started Congress passed the Strategic Materials Act providing for the purchase of such raw materials as tin from which the U.S.A. might be cut off in time of war. Nothing was done about tin until a year later. Or June 28, 1940, the Metals Reserve Company, a creation of the R.F.C. entered into a contract with the I.T. C. to buy all the tin produced in excess of regular consumer purchases at slightly under the world price. This belated attempt to create a "stock-pile" caused the I.T.C. to raise its production quotas. However, the tin is still in the ground and the fulfillment of the contract may eventually be dependent on Japanese policy in the Far East. For U.S. smelters, government subsidies coupled with technological improve- mysterious foreign consuls, we have tion. Apparently, the G.P.U. put one ments may reduce the cost differential between Far Eastern and We have nothing but the say-so of Bolivian tin, but unless Japan does block shipments from Malaya (which U.S. consumers do not expect) Bolivian tin in the U.S. will be mixed with less expensive ores.

A strange tale, this story of Bolivian tin travelling across the ocean and back again from the mines in Bolivia to the industrial consumer in America. A tale particularly significant to those who feel that the welfare and security of the Americas depend so much on the creation A simple way to insure an of an integrated, self-sufficient econ-

Arnold's "Anti-Trust" **Drive Against Labor**

Arbitrary Restrictions Forced on Unions

(Continued from Page 3)

clearly define and mark out the line of demarcation between a legal and an illegal system of fixing prices, so that he will no longer leave anyone in doubt regarding this great economic and social problem.

However, it is in the following three prohibitions that the greatest damage to labor is to be found. In his third prohibition, Mr. Arnold makes clear that he will not tolerate the activities of a union to prevent "the use of cheaper materials." The use of cheaper materials, in the opinion of Thurman Arnold, may mean one thing; in labor's judgment, another; in the employer's mind, still another. It is a wide open and very broad term, this "use of cheaper materials.'

To labor, it means the use of nonunion materials, of sweatshop materials, of convict-made materials, of cheap foreign-made materials. If, perchance, in our negotiations or agreements with employers, we say that we will not work on a com-modity or a material that is not manufactured or fabricated by union labor or by American labor, then immediately in the eyes of Thurman Arnold we are restraining trade and commerce and are therefore to be stigmatized as criminals and indicted under the law.

I might give other examples. We know that materials and commodities produced under union conditions and The story is further complicated fair standards of employment do at by the fact that the British them- times increase the cost of producselves were interested in war-time tion, and in certain instances may American smelting. One of the two affect the sales price. But to insist big smelters erected in the U.S.A. on such materials is a right that is was owned by the Williams, Harvey granted to us by law, nor must and Company, at Jamaica Bay, Long social values be overlooked. Yet, put into operation in 1918, was the Arnold that if we seek to protect ourselves against that form of competition and destruction of our industrial standards, then we are pany, Ltd., big British smelters in criminals in the eyes of the law and which National Lead had an in- are to be prosecuted accordingly.

That is not all. If, in the course of our activities, we prevent or attempt to prevent the use of "improved equipment" and perchance run counter to the opinion and judgment of Thurman Arnold, again we are held accountable to be stigmatized as criminals thru the indictment procedure.

Here comes a new labor-saving the western hemisphere or the terridevice. As a general rule, labor has never prohibited or restrained the use of improved methods of production. But, here and there, a new device is created, and men anxious to maintain their opportunities of employment resist for a time the introduction of this improved method of production that threatens to throw them out of their jobs. Lo and behold, if they demand of the employer that in the introduction of a new machine or device he proceed slowly in order to absorb the men that will be thrown out of work, then immediately, for resorting to that form of self-preservation, they are to be branded as criminals in the eyes of Thurman Arnold and are to be prosecuted as such.

That still is not all! RESISTANCE TO SPEED-UP BANNED

If they should oppose the introduction of "more efficient methods metallic tin into the Fordney tariff of production"-in other words, of \$10,000 fine, or both. bill, but it was killed in the Senate. speed-up methods, piece-rate sys-In recent years, the State Depart- tems, etc., etc.—then again they will

run counter to this law. Thus, organized labor and its leaders, because of efforts to safeguard their industry or calling, their health and well-being against inhuman methods as criminals and held out for public

"useless and unnecessary labor," we are to feel the lash of the federal government, the power of the whole day of the murder, Trotsky greeted United States as vested in the Department of Justice!

superman that can accurately define out suspicion, Trotsky agreed, and what is necessary or useful labor and that which is unnecessary and without warning the guards. What useless? Why, then, should such an is more, Trotsky apparently started arbitrary line of demarcation be to read the article, and permitted placed against us, particularly at a Jackson to get behind him. For, time when there are over ten mil- after the attack, Trotsky was under lion people out of work, seeking opportunity for employment?

called upon industry to employ our a trusting manner with one who had idle workers, and has not this refused to go to Russia on a gentle appeal come from the highest authority in our land? No one has discovered the supposed connections ever included in these appeals to in- with a foreign government, and dustry a distinction between labor whose girl friend had been grossly as useful and not useful, necessary insulted, is queer indeed. It is clear and unnecessary. Then, too, is it not | that the Jackson letter is a filthy a fact that much of public work and G.P.U. fabrication from beginning to all of relief work is encouraged not | end, primarily because it is necessary or useful but because it is essential to DAILY WORKER DISGUISED provide our people with the necessities of life? Here, then, we find olurselves in a strange world of reasoning. Apparently what is done in the name of government is praiseworthy, but when it is undertaken by trade unions, then in the eyes of Mr. Arnold it becomes a crime!

(This is the third of a series of ar ticles by Matthew Woll, vice-president of the A. F. of L., on "Labor and the Anti-Trust Laws."—Editor.)

Peace-Time Draft Becomes Law As House Votes

(Continued from Page 1) tories and possessions of the United States, including the Philippines,

Exempt from registration under both bills are officials but not em ployees of the federal and state gov ernments. Exempt from military ser vice, but not from registration, are those conscientious objectors who can prove to the satisfaction of the Department of Justice that their ob jections are based on "legitimate" religious scruples. Exemptions and deferments will also be granted on grounds of dependents, indispensability to industry and agriculture, and the like.

Pay during the first four months of service will be \$21 a month, and for the next eight \$30 a month. The bills include certain vague provisions for the reinstatement into their jobs of drafted men after their term of service is over.

Evading the draft or assisting anyone to do so is punishable by up to five years imprisonment and

The conscription bill was vigorously fought at every stage of the

Is Britain Beginning to Learn the "French Lesson"?

(We publish below some interesting comments on recent developments in Great Britain by a conservative British businessman visiting this country. They are from Business Week, August 3, 1940.—Editor.)

UR victory, of which I have no doubt, is more than anything dependent on the speed with which we move to the left, strange as this may sound from a Conservative. This is a point of view to which the whole government seems to have been persuaded by the French collapse. As one evidence of that, take note of the trend of social legislation—increased old-age pensions, increased minimum wages for agricultural workers, raising of the unemployment insurance level to include white collar workers, and milk at half-price to nursing mothers and children.

Myself, I think the interpretation currently put on the French collapse-that there was a powerful clique which preferred German domination to a socialist government—is more or less correct. I do not know how powerful people of similar outlook are in England, but the fact is that many are rightly afraid that the same thing might happen here.

How PM Whitewashes Murder of Trotsky

Tabloid Fronts for Assassins in the Kremlin

(Continued from Page 3) conspiracies with Almazan not one shred of objective evidence. Stalin's pickax expert. He alone has discovered secret plots, secret visits of a consul, and secret financing by a "parliamentary committee." There is no one else to vouch for the truth of all these "secrets," nor are there any documents, articles or letters. Moreover, the assassin, shocked as he was by uncovering all these secrets, made sure not to inform anyone of these secrets until after the murder. Sylvia Ageloff, who was far more intimate with the Trotsky household than Jackson, and who was far longer in the Trotskyist movement, never discovered these 'secrets." Apparently, the outraged and indignant Jackson never confided even in her the "secrets" he uncovered. The reason is obvious. If he had, the fact that there were no such plots, and together with that, the real role of Jackson as a Russian police stool-pigeon, would have been immediately revealed.

Trotsky, according to the Jackson-G.P.U., letter spoke of Sylvia Ageloff in such a derogatory manner as almost by this alone to provoke assassination. Yet, in spite of all these political and personal horrors, Jackson never appears to of production, will be stigmatized have been provoked into breaking off friendly relations with Trotsky. Nazi Europe There were no indignant protests, no sharp disagreements, no harsh And then, the fourth classifica- words, no quarrels. For a man tion: If, in Thurman Arnold's eyes, provoked to the point of murder, we seek to compel the hiring of the equanimity of Jackson is some-

thing to marvel at. When Jackson appeared at the Trotsky home on the him in the usual friendly manner. Jackson requested Trotsky to look One wonders who might be the over an article he had written. Withwent to his study with Jackson, the impression that he had been shot. He never saw the weapon that Is is not a fact that every one has had struck him. To behave in such "mission" of murder, one who had

AND UNDISGUISED

Ralph Ingersoll, PM's editor, reported to have answered the recent expose of the Stalinist flooding of the staff of that paper by declaring to his multimillionaire backers that

discussion by a group of Senators and Representatives headed by Wheeler, Bennett Clark, LaFollette and Norris, who charged that not only was it not necessary for effective defense but that it would gravely impair the country's democratic institutions and encourage military regimentation and authoritarianism. It was also opposed by virtually all sections of the labor movement, including the A. F. of L., the C.I.O. and the railroad brotherhoods, as well as by peace societies, religious groups and women's and civic associations. On the other hand, both the President and Wendell Willkie supported the measure and urged its immediate adoption, and this attitude was shared by the leaders of both parties.



KEEP AMERICA OUT OF WAR

By Norman Thomas and Bertram D. Wolfe \$1.50

WORKERS AGE BOOKSHOP 131 W. 33rd St., N. Y. C.

he had been quite innocent of any and knowledge of their Stalinist affiliaover that time. But let him try to explain the whitewashing of the G.P.U. and the Communist Party of responsibility for the murder of Trotsky. He may again claim to be lacking in mental acuteness as an excuse for having put over in his paper a defense of International Pickax, Inc. But a man who was able to persuade a group of the richest men in the U.S.A. to put up one and a half million dollars for PM and sign away all rights to interfere with its personnel and its policy can't be that feeble mentally! Ingersoll is not as innocent and "independent" as he pretends. One cannot get out a diluted edition of the Daily Worker for months and then claim it was all due to a misunderstanding!

At any rate, it seems far preferable to take the Daily Worker straight. At least there the poison is handed to you plain and undisguised. While the Daily Worker grasps its pickax firmly and brazenly, PM squirms and crawls behind, trying to clean up the mess. Take your choice!

U.S. Feeding of Opposed in Poll

New York City

THE American people would be strongly opposed to sending food to France, Holland, Belgium and other victims of the war if available European supplies give out this Fall and Winter, a nation-wide survey by the American Institute of Public Opinion indicates, according to Dr. George Gallup, its director.

"If this issue had to be decided by the voters of the United States at the present time, despite strong natural sympathies for the innocent victims of the European war, the American public's first reactions are that feeding nations now under Adolf Hitler's control would be only an indirect method of feeding Hitler's Germany," Dr. Gallup writes. "Moreover, they believe that the dangers involved in sending American ships to Europe at the present time are too great to be

"How American opinion may shift in the months ahead, especially if advance estimates of the European food shortage are confirmed by events, is impossible to predict. In the current survey, voters in every state were asked:

"'If there is starvation in France, Holland and Belgium this Winter, should the United States try to send food to those countries in our ships?

"The actual vote is: Should send food Should not send food .62% "Approximately one voter in ten (10%) said he was undecided or without an opinion on the ques-

"With American farmers facing new crop surpluses this Fall, many observers have guessed that strong demand for sending food supplies to Europe's needy would come from this quarter. Interestingly enough, however, the Institute survey shows farm voters even less favorable to such a policy than other groups in the population:

Should Should Send Not Send Food. Food. Farm voters ..35%

"Analysis of the comments expressed by persons interviewed indicates that the two great objections in the minds of American voters are: (1) the belief that Germany would be helped, directly or indirectly, and (2) that American ships carrying such cargoes would be imperiled in entering the European war zone.

"In a supplementary question the Institute asked: 'Would you be willing to do this (send food), even if some of this food might go to the Germans?' The replies show that, with this contingency in view, only one voter in five would favor an attempt to relieve possible starvation in western Europe. The actual vote is:

(If some food went to Germans). Should send food ...22% Should not send food