

PSF Postal Telegraph

Box 175

1 item

Subject File

Box 175

*For Personal*

THE WHITE HOUSE  
WASHINGTON

*PSF*

October 26, 1938

*Postal Tele-*

Memorandum For Miss LeHand.

The President may be interested in the following information.

The Assistant General Counsel of the Wage-Hour Administration told me that the attorney representing Postal Telegraph, now in receivership, has threatened to close down the the whole organization all over the country tonight. He argues that he is unable to pay wages under the Act.

I had heard from other sources, namely the Anti Trust Division of the Department of Justice, that Postal is in a very bad way and is about to fold at any time. This, of course, gives them a useful excuse two weeks before election. Postal has been trying to get its employes exempted under the Act.

I also understand Postal has been trying to get a hearing before the Federal Communications Commission for the purpose of charging higher rates, but that Chairman McNinch has refused them one on statutory grounds.

The Monopoly Committee may also be interested in this.

J. H. Rowe