By Jules Witcover Washington Post Staff Writer

fice of Economic Opportunity, Nixon. telling President Nixon in a Howard J. Phillips, Arnett's letter he was leaving regret predecessor at OEO who ag-

mente, immediately nounced his intention to ap- sop to conservatives on Capi-point Bert Gallegos, OEO gen- tol Hill-to offset creation of a eral counsel, as director of the Legal Services Corporation. federal ani-poverty agency, which has been given a congressional lease on life to Sept. President signed the legal 30 while efforts go forward to services bill he could throw 30 while efforts go forward-to switch key elements to other the conservatives - a bone, departments. Arnett's resignation is to be effective July 31.

Fired on grounds he actively tives, saidlobbied against the President's desire to kill off the anti-pov- tives has been the so-called leerty agency, Arnett neverthe- gal services back-up centers, less expressed hope "that my where the poor could go for departure in some small way legal aid. A compromise strik-serves to remove_any obstacle ing provision for the centers to the wholesome workings of from the legislation is being the governmental process in sought on Capitol Hill. In San ple."

has made-clear, however, that ing would be greatly en-Arnett's departure was re- hanced." quired to remove an obstacle differences."

an effort to win congressional ning to sponsor legislation for approval of a shift of OEO's such an agency, Javits said, community action programs to Kennedy said Arnett's firing community action programs to Kennedy said Arnett's firing the Department of Health, Ed-"reflects the administration's ucation and Welfare, A bill to continuing lack of concern for

Alvin J. Arnett submitted overwhelmingly in May, by a his-resignation-on-request-yes-margin-large-enough-to-overterday as director of the Of-ride a threatened veto by Mr.

fully, "with very mixed emogressively sought to carry out the dismantling last year,
The President, in San Cle-charged yesterday that Aran nett's firing was timed as a

> "They were saving Arnett for this week so that when the Phillips, an outspoken voice among Republican conserva-

A major target of conservabehalf of disadvantaged peo- Clemente, Warren said that ple."
with their removal, "the The Nixon administration chances of the President sign-

Sen Jacob K. Javits (R-N.Y.) to the speedy dismantling of said yesterday the action the few functions of OEO not against Arnett demonstrated blready terminated or shifted the need for a "separate to other agencies. White agency for the poor outside of House deputy press secretary the White House and outside Gerald L. Warren said in San of existing programs." He and Clemente Arnett was removed three other senators Edward as a result of "irreconcilable M. Kennedy (D-Mass.), Bob Dole (R-Kan.), and J. Bennett Arnett was the spearhead of Johnson Jr. (D-La.)-are plan-

that effect passed the House the nation's 23 million poor ...