U.S. Says It Won't Prosecute Jacobsen

DALLAS, Sept. 12 - Fed-sen has no effect on its efforts eral prosecutors officially de- concerning his dodefendant, clared to dy that they do not RayCowan of Austin. plan to prosecute lobbyist Jake Jacobsen for alleged misdealings in a Texas savings and loan company.

Cown, acting on instructions Tex. from Deputy Attorney General Laurence H. Silberman, said the government would hold up its end of a pleabargan wit Jacogsen in exchange for his testimony that he gave former Treasurz Secretary John B. Connally a \$10,00 bribe.

Last Friday, U.S. District Court Judge Robert M. Hill turned down a motion by prosecutors that he dismiss tht indictments against Jacobsen, which were u related to the bribery action. Jacobsen pleaded guilty Aug. 7 to one count of bribery in exchangeofr dismissal by the bovernment of all other charges against him.

Judge Hill said today he did not know wtat action he could or would take i the matter. He indicated last Fridaythat he expected the government to follow through on its prosecuton after he refused to dismise the indictment.

McCown said in his notice of intention not to prosecute that the vigorous prosecution of the case by the government had been donw before Jacobsen pleaded guilty to the bribery charge.

The notice said the government's action regarding Jacog-

The two had been indicted for misapplication of funds involving \$825,000 in loans from the First Savings and Loan U.S. Attorney Frank Me- Asstciation in San Angelo,