

# News Summary

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## International

A plan for the West Bank area, now held by Israel, is scheduled for presentation by Foreign Minister Moshe Dayan in Washington next week. It would give Palestinian Arabs a large measure of internal autonomy while Israeli forces would maintain strategic installations. It assumes that since no territorial Israeli-Arab agreement is in sight, a practical arrangement for both sides to live together should be tried. [Page 1, Column. 6.]

The world economy is "unsatisfactory," said the International Monetary Fund in the gloomiest analysis in recent months. Rising unemployment, "subnormal growth" and widespread inflation that imposed both monetary and fiscal restraints left "little room for maneuver," the world's superlending agency said in a report to its more than 120 member countries. [1:5.]

Coverage of African countries, both black and white is increasingly restricted for foreign correspondents, with Nigeria having expelled all but one resident Western correspondent. A Tanzanian spokesman has observed that many Western reporters come to developing countries with "a useless frame of reference" because they cannot compare conditions with those of a few years earlier. [1:4.]

## National

The nation's fuel bill could be raised by \$550 million to \$610 million under the cargo preference bill supported by the Administration, the General Accounting Office estimated in a long-awaited report. The estimate is more than five times the figures given by the Administration last July and much higher than the G.A.O. had estimated in an interim report in July. The agency then said that the cost of the bill, which would require that 9.5 percent of the nation's imported oil be transported in United States-flag ships, could boost

the cost of oil by at least \$240 million a year. [1:1.]

No change will be made by President Carter in the general tenor of the Justice Department's legal brief in a landmark civil rights case involving Allan Bakke, White House officials said. Mr. Carter, though, may suggest some "substantive" changes in the wording. Mr. Bakke, a white, charged in a suit that he was unconstitutionally discriminated against when he was denied admission to the medical school at the University of California at Davis when a number of less qualified blacks, Chicanos and Asian-Americans were admitted under a special quota system. In its brief, to be filed with the Supreme Court this week, the Justice Department contends that a quota system for minorities should be found unconstitutional. [1:4.]

Bert Lance's resignation was urged by Margaret Costanza, President Carter's assistant for public affairs. She was the first White House staff member to ask publicly that the budget director quit. In a television interview, Miss Costanza said that controversy surrounding Mr. Lance's financial affairs has "pre-occupied" both Mr. Lance and Mr. Carter. [1:5-6.]

A "national family policy" has been proposed by the Carnegie Council on Children to guarantee a job for every family's breadwinner and to assure that no child need be raised in poverty. This would be done by replacing the existing welfare structure with a system of refundable tax credits that would establish a basis for every family's income. The tax credits would be tied to a radical simplification of the Federal income tax. The council arrived at its recommendations through a five-year study of how public programs affect the family. [1:2-3.]

## Metropolitan

Representative Herman Badillo will support Representative Edward I. Koch's candidacy for Mayor of New

York City, according to Mr. Koch's campaign aides. Mr. Badillo held separate meetings with Mr. Koch and Mario M. Cuomo, the candidate's opponent in next Monday's primary runoff. Mr. Badillo is expected to announce his endorsement today. His backing is expected to strengthen Mr. Koch's election prospects in the Hispanic community, which voted overwhelmingly for Mr. Badillo in last week's primary. [1:2.]

Mario M. Cuomo, campaigning in Harlem for the Democratic runoff for Mayor, denounced Mr. Koch's advocacy of the death penalty. Sptaking from the guest pulpit of the United Presbyterian Church of The Master at 122d Street and Morningside Avenue, Mr. Cuomo declared, "Capital punishment is largely irrelevant to the working of the Mayor's office. It is a wrong issue, but it has been raised." He and his wife participated later in an Afro-American Day Parade. [1:3.]

Jonathan L. Goldstein has agreed to resign as United States Attorney for New Jersey, according to Senator Harrison Williams of New Jersey. Mr. Williams said that President Carter would nominate Robert Del Tufo, director of New Jersey's Division of Criminal Justice, to replace Mr. Goldstein, who would not confirm Mr. William's announcement. He scheduled a news conference for today. [2:3-4.]

## Business/Finance

Loans larger than 80 percent of the value of two-family dwellings, which are in a high-risk category, would be included in a "major policy change" in the Federal Home Loan Bank Board's regulations on the mortgage lending operations of saving and loan institutions. At present, these institutions can make 80 to 90 percent loans only on one-family homes. [51:1.]

New attention is being given by the Government and industry to a 35-year-old engine design that might economize on fuel and control air pollution. The engine, built around a direct-injection, stratified charge mechanism, was developed by Texaco and tested for many years in cars and Army jeeps. Its backers say that it could reduce the nation's oil demand by more than 20 percent. [51:2-4.]

# Index

## International

- Britons' wedding spares the pomp but abounds in circumstance 2  
 The kidnapping makes Bonn gloomier than ever 3  
 Bonn exchanges messages with industrialist's kidnappers 3  
 Pinochet rejects any changes in authoritarian rule 5  
 Catalans stage a huge rally 6  
 World News Briefs 11

## Government/Politics

- Race an important issue in Detroit primary 18  
 Lawsuits disclose aides' struggle over access to Howard Hughes 25  
 O'Dwyer counts on former rivals for victory 39  
 Goodman contends managerial skill qualifies him 40  
 Strategists for Koch and Cuomo seek party-leader endorsements 41  
 Mrs. Abzug, Sutton and Badillo remind of constituency power 41  
 State overseer predicts fiscal storms for next New York City Mayor 65

## General

- 400 newsmen alleged to have aided C.I.A. 13  
 Around the Nation 18  
 Democratic Party commission moves to shorten primary season 18  
 Two youths shot in San Francisco's Chinatown gang war 18  
 Political feminists end convention with new drive for E.R.A. 18  
 B-1 supervisor slated for energy post 19  
 Metropolitan Briefs 37  
 2 seized for holding widow a captive 37  
 10,000 people march in African-American Day Parade in Harlem 37  
 Comptroller says parking lots profit at New York City's expense 37

## Industry/Labor

- Small towns sue U.S. for public works jobs money 29

## Education/Welfare

- Hebrew Union College-Jewish Institute to build on N.Y.U. campus 26

## Religion

- Orthodoxy's rising power is transforming three branches of Jewry 14

## Amusements/Arts

- "Attachments," a novel by Judith Rossner, is reviewed 31  
 Funkadelic Band gives a mixed performance at Garden 41  
 Red Richards, jazz pianist, leads trio at Crawdaddy 42  
 At 85, Alfred Knopf looks back on life and letters 42  
 Schenly plays brilliant Brahms as Avery Fisher winner 42  
 Burton Greene brings his jazz style back from exile 43  
 Mexico's "surround" concert hall gets an "A" in acoustics 43  
 Three shows make TV debuts 66

## Family/Style

- Boys Town becomes a "suburb" 38  
 Putting in a good word for the swordfish 38  
 The Tutankhamen spirit runs wild in jewelry 38

## Obituaries

- William Magruder, pilot and designer headed SST project 36  
 Storer B. Lunt, former head of W. W. Norton & Company 36  
 Henry F. Fischbach, head of major electrical concern 36

## Business/Finance

- Hyatt accuses ex-president of misusing company funds 51  
 Marketing war on TV sets heating up 51  
 Page | Page  
 Advertising News 56 | Market Place ... 52

## Sports

- Sunday events fill Newport time before cup final begins 44  
 Vilas beats Connors in 4 sets for U.S. Open tennis title 45  
 Yanks lose, 6-4, to Jays after 4-3 victory; lead cut to 1½ 45  
 Giants lose by 27-21, but find No. 1 passer in Golsteyn 45

## Quotation of the Day

"The facts of family life have not been understood in this country, nor taken into account by policymakers."  
 —Kenneth Keniston, chairman of the Carnegie Council on Children, which is proposing a sweeping "national family policy." [54:1.]

- Andretti wins Italian Grand Prix; Lauda nears title 46  
 Injury to Cavanaugh dashes hopes of Pitt football team 47  
 Rice's grand slam keeps Red Sox going with 6-2 triumph 48  
 Mets set back Cubs, 7-3, and foil Reuschel's bid for 20th 49  
 Morgan beats Elder by 5 shots in \$200,000 B. C. open golf 50  
 U.S. captures soccer tournament on Randalls Island 50

## Features/Notes

- Going Out Guide 41  
 Man in the News: Guillermo Vilas, U.S. Open tennis champion 46

## News Analysis

- Andrew H. Malcolm on Seoul's dilemma in Park bribe case 9  
 Frank Lynn on Democratic Party split 40  
 Oil glut created by producers expected to persist 51

## Editorials/Comment

- Editorials and Letters 32  
 Anthony Lewis on the wide implications of the Bakke case 33  
 William Safire: questions for Mr. Carter 33  
 A Ugandan offers a tale of arrest and release 33

## CORRECTION

It was incorrectly reported in The New York Times Sept. 1 that the Queens Democratic organization had initiated a legal challenge to Maurice H. Nadjari as the Republican candidate for District Attorney in last Thursday's primary. The challenge had been made by Patrick Beary, an enrolled member of the Republican party.