NYTimes Agnew Reaches Decision: Intends to Fight, Not Quit

> BV JAMES RESTON Special to The New York Times

WASHINGTON, Sept. 27-Vice President Agnew has made up his mind about the next phase of what he calls his "nightmare." He does not intend to resign, even if he is indicted by the Baltimore grand jury, but to fight for exoneration through the courts, and keep appealing to the House of Representatives for a full and open hearing, no matter how long it takes.

Not, he makes clear, because of political ambition or any hopes for the Presidential nomination in 1976. All that is over now, he tells his friends. He has been destroyed politically and knows it, but he will not go quietly, for that would look like a cnfession of guilt, and that, he insists, is a confession he will never make.

Mr. Agnew decided to appeal to the House to hear his case after Fred P. Graham of the Columbia Broadcasting System, on Sept. 22, quoted Henry E. Petersen, Assistant Attorney General in charge of the Justice

Department's Criminal Division, as saying he had refused to drop criminal charges against the Vice President because Mr. Petersen was confident that the Government could obtain a conviction against Mr. Agnew if the case went to trial.

Mr. Petersen was quoted by Mr. Graham as saying: "We've got the evidence. We've got it cold."

On Aug. 6, the Vice President issued a statement saying: "I am innocent of any wrongdoing . . I have confidence in the criminal justice system of the United States . . . and am equally confident my innocence will be affirmed."

The Vice President is no longer confident in the "criminal justice system of the United States" as it has been interpreted by the United States prosecutors in Baltimore and by Assistant Attorney General Peterson and others in the Criminal Division of the

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Justice Department. The "leaks" out of Baltimore and the Justice Department, he feels, have destroyed him before the evidence was even presented to the

grand jury. He resents the suggestions that he went back on his word, that he went back on his word, first expressing confidence in the courts and then turning away from them to Congress. He "had" confidence in the "criminal justice system," he says, but then when it did not maintain the privacy of its in-vestigation and "leaked" its up-proved and even unheard charges against him, he felt he had been "betrayed" by the system and turned to Congress for a fair and open hearing. Graham, and the following day in The Washington Star-News, Mr. Agnew concluded that

In The Wasnington Star-News, Mr. Agnew concluded that these leaks were not coming from minor characters on the eriphery of the investigation, but from men close to the top of the Justice Department, and therefore that the procedures of the Justice Department, and therefore that the procedures before the grand jury would be "utterly poisoned." Accordingly, he then turned to the House of Representa-tives and appealed for an open hearing He discussed this for

hearing. He discussed this first in private with the leaders of In private with the leaders of his party, and then approached Speaker Carl Albert and said he would welcome any kind of investigation, open and on television if the House so de-sized.

Not Surprised by Refusal

Not Surprised by Rerusal Mr. Agnew was not surprised that Speaker Albert refused to grant his appeal, but he does not regard this as final. He felt that the House would be more "sophisticated" about the charges being brought against him, and that it would at least give him a chance to be judged in the open and not by "leaks" in the headlines. in the headlines.

in the headlines. Having been turned down by the Speaker for the time being, he will now move soon to enjoin the grand jury from proceeding with its inquiry, though he understands that such a move is unprecedented and may not work. He will, in the meantime, keep trying for an open hearing before the House.

House. One reason why Mr. Agnew approached the Speaker was that he felt, it was far better to offer to appear publicly be-fore a select committee of the House rather than to wait and be dragged to the bar of the House in an impeachment pro-ceeding.

He had volunteered all his records, he had gone in with his "hands open," and he re-sented suggestions that he had tried" to duck his problem by "plea bargaining" with the Jus-tice Department

He insists it was the Justice Department and not he who had initiated the "plea bargain-

ing." His view is that he was invited to plead guilty to some charges, but this, in his view, was a copout that would make him look guilty in the eyes of the public, and on this, he felt, there could be "no compro-mise."

Mr. Agnew is obviously angry about Mr. Peterson and the criminal division of the Justice Department. He feels that they are on the defensive because, as he suspects, they did not turn up much evidence in the Watergate case that did not turn up much evidence in the Watergate case that came out later in the Senate hearings, that they mishandled an important case about or-ganized crime, that they re-sented the appointment of Archibald Cox as special prose-cutor under Attorney General Elliot L. Richardson, and were now trying to make up for their losses at his expense. The Vice President is sus-

The Vice President is sus-The Vice President is sus-picious about all this, and wants to get at the bottom of the leaks by Justice Depart-ment officials. He makes no charges against Mr. Richard-son, though he wonders why Mr. Richardson has not been able to discover who was reable to discover who was re-sponsible for the leaks and why the people responsible have not been punished.

been punished. In fact, the Vice President feels that he has been so damaged by the leaks that he hopes to be able to get deposi-tions under oath from the peo-ple who may be responsible, and if the evidence supports his own information about who is responsible, he is prepared to call publicly for their resig-nation. nation.

Mation. Mr. Agnew is not critical of President Nixon's handling of his case, but is less sure about members of the President's staff. He says that the Presi-dent has been cordial and friendly, and has never pressed him too resign or even to take a single step he did not want to take. From time to time Mr. Nixon

From time to time, Mr. Nixon was ambiguous and maybe less supportive than Mr. Agnew might have wished, but the President also had his prob-lems. Politics, ethe Vice Presi-Agnew dent says, is sometimes a little ambiguous, which suggests that he may still retain a sense of humor, but he recognizes that how he deals with his legal problems could affect the President's legal problems, so he has nothing to say against Mr. Nixon Nixon. Mr

Mr. Agnew does not discuss le "evidence" against him. Mr. Agnew does not discuss the "evidence" against him. Mr. Peterson may feel that he has the "evidence" and that he had it "cold," but the fact is that Mr. Agnew merely knows the charges—that he is under investigation for taking kick-backs from builders and con-sultants in Baltimore, and that he is charged by some people. he is charged by some people, including his "personal friends," of taking money and evading taxes.

He does not yet know what "evidence" is available to sup-port these charges, but he is asking to face the facts in

public. He concedes that it was common practice in Mary-land and elsewhere to solicit campaign funds from contractors, and to give Government contracts to people who con-tributed to the party in power, if they had the ability to do the job.

He feels this was standard practice with his predecessors in Maryland and with his suc-cessors, but it was not evidence of corruption.

Dangers of Corruption

Dangers of Corruption The Vice President recog-nizes that this system of polit-ical fund-raising may be wrong, even though it is common, and he is coming to the belief that maybe only through public fi-nancing of political campaigns can the dangers of corruption be removed and public confi-dence be restored. But whatever past practice.

But whatever past practice, he insists on a public investigation of whatever charges any-body wants to bring against him, and expressing confidence that he will be cleared if he can get an open hearing.

can get an open hearing. Meanwhile, the Vice Presi-dent has personal problems. The pressure on his family is obvious. He was "boiling mad" at first, then melancholic, frus-trated and sleepless, and dur-ing this time, he sought the counsel of his friends. He talked about all the options before him, and did mention resignation as one of them, but he says he never really considhe says he never really considered resigning, and once he had decided to "fight it out," he felt confident and even calm.

calm. His appearance bears this out. He is making his case now. If he cannot get his case out against the leaks against him, or get an open hearing in the House, then he will, ironically, turn to his old critics in the press. Meanwhile, he is surrounded by expensive law-yers and this is a problem. The estimate is that his de-

The estimate is that his de-fense may cost as much as half a million dollars. He is now setting up a legal defense fund. He does not have per-sonal finances to face the bills

coming up. He regrets having bought a house last year, on which he took a \$160,000 mort-gage, plus a \$30,000 loan. Also, he had invested in a condo-minium on St. Croix, where there have been some shoot-ings and that investment has gone bad. His defense fund will have

ings and that investment has gone bad. His defense fund will have three trustees, three law profes-sors who will pass judgment on the propriety of the contribu-tors, and all the contributors will be identified publicly. This, he hopes, will see him through the long legal battle he expects. He cannot "walk away" from this legal battle, he says. He guesses that despite many doubts, he really would have tried for the Presidency in 1976, but this is obviously "all over" now. But the fight is not all over, he insists, but just begin-ning, for he has to clear him-self, and this is what he says he is determined to do.