

1 of contingent guarantees, first to find out what they
2 are and, second, to find out what likelihood there is
3 that the State may be called upon to pay and how wisely
4 the Legislature has estimated in each instance whether
5 or not it is safe to take this risk.

6 I think that the Committee has come full circle
7 apparently, or since the original Constitutional language
8 was adopted. I think that they had a reasonable fear
9 and that to ignore the policy behind this fear today is
10 not only to change the language, but to ignore the
11 important and relative teachings of the past.

12 Now, I do not foresee any problems in connection
13 with State financing because I think that the decision of
14 the Court of Appeals which has been commented on goes
15 beyond semantics and reaches sound, good sense and follows
16 the practical sense in the distinction that I am trying to
17 make, and that is the distinction the Court of Appeals
18 made between cash and credit.

19 It would be open in every case in which the
20 State wanted to lend its credit to the aid of a private
21 institution, for the State to borrow the money and either