

1 guaranteed bond?

2 MR. CASE: I don't think it would give any  
3 practical benefit because you would not sell the issue  
4 on a split basis. You would sell it as an entity, and I  
5 think all that would happen here would be that the buyers  
6 of the bond would get all the benefit of the State guarantee  
7 and the issuing authorities would get none of the benefit  
8 of having the State's credit.

9 THE CHAIRMAN: So, in your opinion, that device  
10 would not be too creditable. My second question to you,  
11 and I premise this on my statement that I do have some  
12 apprehensions about it; would it be feasible, do you think,  
13 to increase the period and make it 30 or 35 years, and  
14 thereby not put the normal type of financing that we think  
15 of now, at least, in a straight jacket and at the same  
16 time have some limitation?

17 MR. CASE: This is a question of degree. If  
18 you went out for 50 years, I can't imagine that there would  
19 be any reason why that wouldn't go right along. In other  
20 words, everything that I see now in the fiscal picture  
21 would be taken care of by a limit of 50 years.