

1 that the bond issue might have been defaulted.

2 So, the concept of maturity is completely
3 different when you are talking about revenue financing
4 and when you are talking about capital improvement, general
5 financing obligations. Do I make that clear?

6 DR. BARD: Yes, except, what would keep those
7 who are seeking loans for dormitories from asking for a
8 50 year period in order that they could charge very low
9 rates for dormitories, which would be very unrealistic in
10 terms of the real value of those dormitories?

11 MR. CASE: Nothing, again, except -- and this
12 doesn't go to that point at all, because the Legislature
13 has the right, if it wants to do this, but it is just a
14 sound fiscal planning that does this. You can't govern
15 that by the Constitution.

16 DR. BARD: No, except that I think in setting
17 it -- I too would feel that even if we had 35 years, that
18 would be some stopgap. This is what troubles me, and I
19 think some others.

20 THE CHAIRMAN: Mr. Sayre?

21 MR. SAYRE: The way in which you just expressed