policy operates to keep us from getting into a serious recession. In the background of my analysis is an active monetary policy aimed at preventing recession and inflation.

Chairman PROXMIRE. I guess that was the only other question I had, and I want to thank both you gentlemen for a superlative job. This is most helpful, much more so than I think you know. I know how you feel about these 15 years, Dr. Eckstein and Mr. Harberger, in which this has been known. We have moved like molasses in the winter, but I think we are beginning to understand this now and to make more progress on it. Certainly I am going to fight hard to get this committee to make as vigorous a recommendation as possible.

I would appreciate it if you gentleman would expand your remarks in any way you would like, if you wish to do so, when you review your transcripts for the record. We will send a few questions, perhaps, to supplement this at the time that you get your transcript for correction.

The subcommittee will stand in recess until tomorrow morning at 10 o'clock. We will meet in this room.

(Whereupon, at 11:50 a.m., the hearing was recessed, to reconvene at 10 a.m., Thursday, August 1, 1968.)

(The following material accompanied Dr. Eckstein's statement:)

Chapter IV. The Social Cost of Federal Financing from "Multiple Purpose River Development," Studies in Applied Economic Analysis, by John V. Krutilla and Otto Eckstein; published for Resources for the Future, Inc., by The Johns Hopkins Press, Baltimore, Md., 1958.