jurisdiction, so as to assist the economy as a whole, I think it is entitled to prescribe terms or conditions to see that this national policy is not impeded or obstructed by the application of a provincial policy.

I would think it is strictly wrong, for example, for Waterloo Lutheran University to be excluded from sharing in these additional federal grants. If the provincial policy is applied to it, the university will lose not only the additional moneys being made available by the federal Government, but would in fact lose the amount it is already receiving from the federal Government. I would hope that, in some way or other, between the Province of Ontario and the dominion Government, this problem will be worked out so that this very wrong result would not ensue.

I am not quarrelling with the right of the province, in the ordinary case in dealing with education, to establish its own policy. I am not quarrelling with what they do in regard to their own tax money, but when the federal Government moves in this way, then I think that there is a different aspect of it.

Honourable Senators, I really have concluded what I wish to say on this subject. The point I want to make is that, from the time of the conditions such as existed some 50 years ago, we have moved now into a situation where university education is interwoven into the economic fabric of this country, along with business and along with governments, and there it is, and this is what we are going to have to deal with throughout the years to come. We are going to have to spend larger and ever larger amounts of money on university education.

The justification for the size of the expenditure is the contribution that university education makes to the increased prosperity and productivity of the country. Through the spread and growth of knowledge, through the

province in a matter that is under provincial application of science and research, through training in skills, through reduction in unemployment and through increased productivity, higher education will make a substantial contribution to the increase in our gross national production. It will help to meet the challenge that Canada faces in the fierce competition today in world markets. By so doing, the expenditure on university education will not only justify itself but will repay itself.

On motion of Hon. Mr. Lang, for Hon. Mr. Burchill, debate adjourned.

BUSINESS OF THE SENATE

Hon. Mr. Connolly (Ottawa West): Honourable senators, from what I can gather, the discussion continues in the other place, but there is a prospect that the bill for which we are waiting will be available to us later this day. Having consulted the honourable Leader of the Opposition, I think it might be more convenient and expeditious if we adjourn now until the call of the bell at approximately 8 o'clock.

The Senate adjourned during pleasure.

Upon resuming at 4.30 p.m.

Hon. Mr. Connolly (Ottawa West): Honourable senators, I must make an apology, not to you but to the honourable senators who have already left the building on the understanding that we would reassemble at 8 p.m. The fact of the matter is that third reading of the pension bill in the other place has been deferred until tomorrow. It is unnecessary to bring honourable senators back this evening, because there is no prospect of our receiving the bill for consideration tonight. I would hope that we might receive it early tomorrow afternoon. I have no alternative but to move that the Senate do now adjourn.

The Senate adjourned until tomorrow at 3 p.m.