ance with the habits and genius of the Canadian people and entailing an expenditure far in excess of the sum which the legislature and the people have declared themselves willing to provide." They added that the rejection of the measure was the result "not of party combination but of a deliberate conviction that its principle was unadapted to the occasion, obnoxious to the Province and that the financial resources available for military purposes were unequal to the outlay." In their opinion volunteer organization alone was suited to the country, and there was "a decided aversion to compulsory service." Moreover, "the people of Canada are doing nothing to produce a rupture with the United States and having no knowledge of any intention on the part of Her Majesty's government to pursue a policy from which so dire a calamity would proceed, are unwilling to impose upon themselves extra burthens. They feel that should war occur it will be produced by no act of theirs, and they have no inclination to do anything that may seem to foreshadow, perhaps to provoke, a state of things which would be disastrous to every interest in the Province. On this ground their representatives in Parliament rejected the proposal to organize 50,000 men or even to commit the Province to a much smaller force, and the recent elections, embracing more than one-third of the population, have shown that public feeling has undergone no change."

His Grace had suggested "a basis of taxation sounder in itself than the almost exclusive reliance on eustoms duties," but the council did not think it would be prudent to impose direct taxation for military purposes and they believed that "no government could exist that would attempt to carry out the suggestion of His Grace for the purpose designed."

His Grace had expressed the opinion that by increased military preparations the credit of Canada would be improved, but the council contended that not the least important consideration was a due regard to the means at the command of the Province, "and they hold that they are more likely to retain the confidence of European capitalists by carefully adjusting expenditure to income than by embarking in schemes beyond the available resources of the Province. They are prepared to expend money on the Intercolonial Railway and similar works, but they are not prepared to enter upon a lavish expenditure to build up a military system distasteful to the Canadian people, disproportionate to Canadian resources and not called for by any circumstances of which they at present have cognizance."

As to taking the control of funds from the domain of Parliament, "popular liberties are only safe when the action of the people restrains and guides the policy of those who are invested with the power of directing the affairs of the country.