

David M. Hart, "Unfortunately, hardly anyone listens to the Economists": The Battle against Socialism by the French Economists in the 1840s. [CIS, 8 July, 2014]



News and Announcements [Archive]:

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QUOTATIONS ABOUT LIBERTY AND POWER

John Milton on the tyranny of government licensed printing (1644)

The English revolutionary poet and pamphleteer John Milton (1608-1674) wrote one of the greatest defences of the freedom of speech, Areopagita, in 1644. Here he

compares the censoring of ideas in books to restrictions on the free trade of goods: Truth and understanding are not such wares as to be ...

1,635 titles,

- 455 authors,
- and 1,150 essays

Today the OLL has...

- in 23 categories

Mises on Gresham's Law and Ancient Greek Silver Coins

In an Appendix to his The Theory of Money and Credit (1912) the Austrian economist Ludwig von

the value of a silver coin

issued by Gelon the King of Syracuse in 480 BC. A picture of the coin was used on the original cover of the ...

NEW TO THE LIBRARY

Smith, Lectures on Justice, Police, Revenue and Arms (1763)

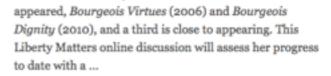
- The Theory of Moral Sentiments and on the Origins of Languages (Stewart ed.)
- Liberty Matters: Tocqueville's New Science of Politics Revisited (May 2014)
- · Liberty Matters: Ludwig von Mises's The Theory of Money and Credit at 101 (January, 2014)
- · BOLL 64: James Mill, "Liberty of the Press" (1825)

LIBERTY MATTERS

Donald J. Boudreaux, "Deirdre McCloskey and Economists' Ideas about Ideas" (July, 2014)

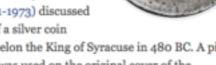
Deirdre McClosky is over the halfway point of her 4 volume work on The Bourgeois Era. Two

volumes have already



IMAGES OF LIBERTY AND POWER

Mises (1881-1973) discussed

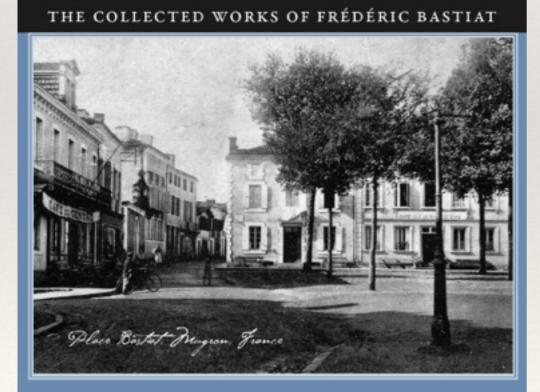


The Online Library of Liberty <oll.libertyfund.org>

The Collected Works of Frédéric Bastiat, 6 vols. (Liberty Fund, 2011-)

FRÉDÉRIC BASTIAT THE MAN AND THE STATESMAN

The Correspondence and Articles on Politics



Jacques de Guenin, General Editor

- * Vol. 1: The Man and the Statesman. The Correspondence and Articles on Politics (2011)
- Vol. 2: "The Law," "The State," and Other Political Writings, 1843-1850 (2012)
- Vol. 3: Economic Sophisms and "What is Seen and What is Not Seen" (in production)
- * Vol. 4: Miscellaneous Works on Economics: From "Jacques-Bonhomme" to Le Journal des Économistes
- * Vol. 5: Economic Harmonies
- * Vol. 6: The Struggle Against Protectionism: The English and French Free-Trade Movements
- * General Editor Jacques de Guenin
- * Academic Editor Dr. David M. Hart
- * Translation Editor: Dennis O'Keeffe

ROUTLEDGE STUDIES IN THE HISTORY OF ECONOMICS

French Liberalism in the 19th Century

An anthology

Edited by Robert Leroux and David M. Hart Robert Leroux & David M. Hart

Préface de Mathieu Laine

Anthologie

Sites

x1x^e siècle



French Liberalism in the 19th Century: An Anthology (London: Routledge, 2012)

2

The Golden Age of French Liberalism: An Anthology from the19th Century (Paris: Ellipses, 2014) Gustave de Molinari, *Evenings on Saint Lazarus Street: Discussions on Economic Laws and the Defence of Property* (1849) [Edited and with an Introduction by David M. Hart]

EVENINGS ON SAINT LAZARUS STREET: DISCUSSIONS ON ECONOMIC LAWS AND THE DEFENCE OF PROPERTY

By M. G. DE MOLINARI

Member of the Political Economy Society of Paris.

"It is necessary to refrain from attributing to the physical laws which have been instituted in order to produce good, the evils which are the just and inevitable punishment for the violation of this very order of laws." F. QUESNAY.

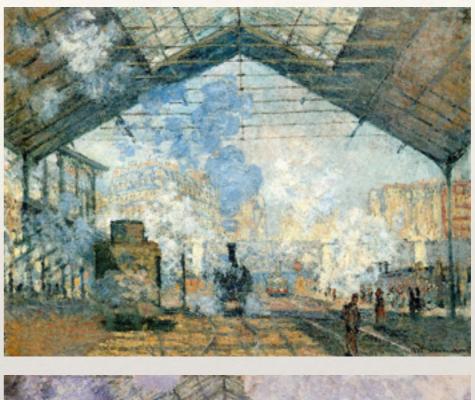
PARIS,

GUILLAUMIN ET CIE, LIBRAIRES,

Editors of the Collection of Principal Economists, the Journal des Économistes, the Dictionary of Commerce and Trade, etc.

RUE RICHELIEU, 14

1849





Claude Monet, series on "La Gare Saint-Lazare" (1877)

DAVID HART'S WEBPAGE

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Bastiat Resources	Guillaumin Library	Lectures & Guides	Research & Papers	Online Lib. of Lib.	Other Material

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[Updated: 13 January, 2013]

Recently added to the Library



"Columbia's Easter Bonnet" (1901)



David M. Hart

[Visit my blog]

David Hart is an historian and a libertarian with interests in the history of the classical liberal tradition (especially the French), war and culture, libertarian class theory, and film. He has a PhD from King's College, Cambridge, a masters from Stanford University, and a BA Honours degree from Macquarie University in Sydney, Australia. He taught in the Department of History at the University of Adelaide in South Australia for 15 years before moving to the US where he now works for a non-profit foundation. [Brief Bio] [More]

Useful Links (Texts)

- Online Library of Liberty
- <u>Gallica</u>
- Google Books
- Internet Archive
- Wikisource (Fr)
- Google Images

<http://www.davidmhart.com/liberty>

"The Locomotive of Revolution" 1



Chemin de fer du Nord, "Catastrophe de Pampoux (9 Juillet 1845)

"Isn't it even more necessary than ever to study the organisation of society given the existence of a revolution which is so vast and so deep, whose impact should unquestioningly be for the benefit of civilisation, but which because of the ignorance of some and the destructiveness of others could be deflected from its natural path and turned towards dangerous cliffs? Human beings have at their disposal new forces which their intelligent labours have pried from nature's grasp. Couldn't these forces be the cause of more good or harm according to the good or harmful direction to which they are directed? A locomotive which carries at vertiginous speed several hundred passengers provides a greater service than a horse drawn cart, but doesn't a locomotive which derails cause much more disastrous accidents than a horse which has bolted?

–Molinari, "Dictionnaire de l'économie politique," JDE, T. 37. N° 152. 15 Décembre 1853, pp. 420-32. Quote from p. 422.

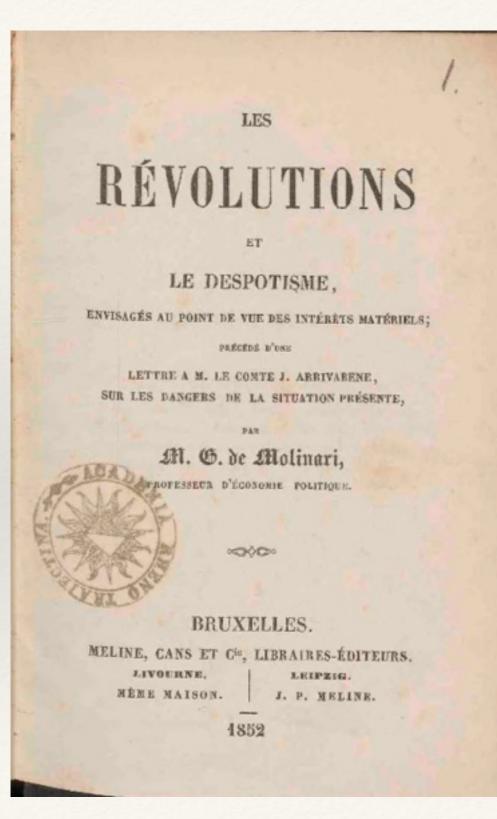
"The Locomotive of Revolution" 2



As the mechanism of production expands and grows for the benefit of the human race, wouldn't it lead to even more fearsome catastrophes if this mechanism is pointed in the wrong direction? The deep study of social organisation, a study which is the subject of political economy, has therefore become even more of a necessity since the arrival of large-scale industry, because it alone can show the means to prevent this powerful locomotive from derailing.

-Molinari, "Dictionnaire de l'économie politique," JDE, T. 37. N° 152. 15 Décembre 1853, pp. 420-32. Quote from p. 422.

"Unfortunately, hardly anyone listens to the Economists"



"Political economy is the mother science of real liberalism...

The economists are the bookkeepers of politics...

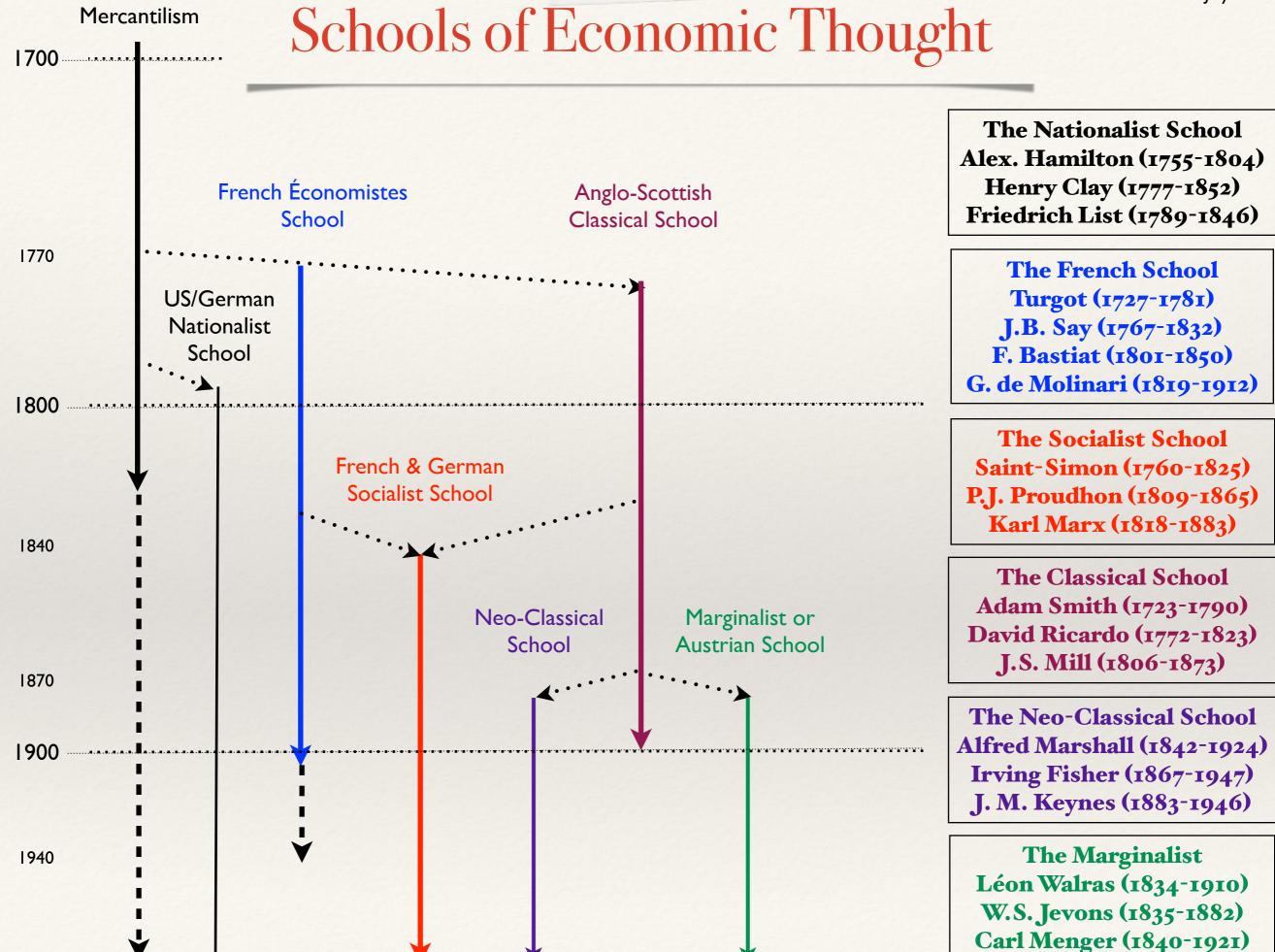
Unfortunately, hardly anyone listens to the Economists."

-Molinari, Révolutions et despotisme (1852), pp. 79, 116, 151.

Outline

- French Classical Liberalism (CL) is a very important but relatively unknown part of the CL movement
- * the **period 1840-1860** were crucial in the development of both socialism and CL
- * French socialists developed a **comprehensive critique of the Free Market** (FM) during the 1830-40s
- * 1848 Revolution the first attempt by socialists to create a modern welfare state (government guaranteed (taxpayer funded) unemployment relief, make work schemes, and the "right to a job" for all workers)
- * **opposed ideologically and politically** by the Economists during 1840s and early 1850s
 - * important role played by "the Seven Musketeers" of French political economy (Minart)
 - * created many organisations to promote FM ideas and oppose protectionism & socialism
 - * developed a set of key arguments against socialism which we still use today
 - used multiple strategies: academic publishing, journalism, public associations & meetings, teaching, electoral politics, popularization of economic ideas
- the battle against socialism forced the Economists to rethink their political and economic theories in new and important directions





Key French Socialist Texts (1839-52)



PAR

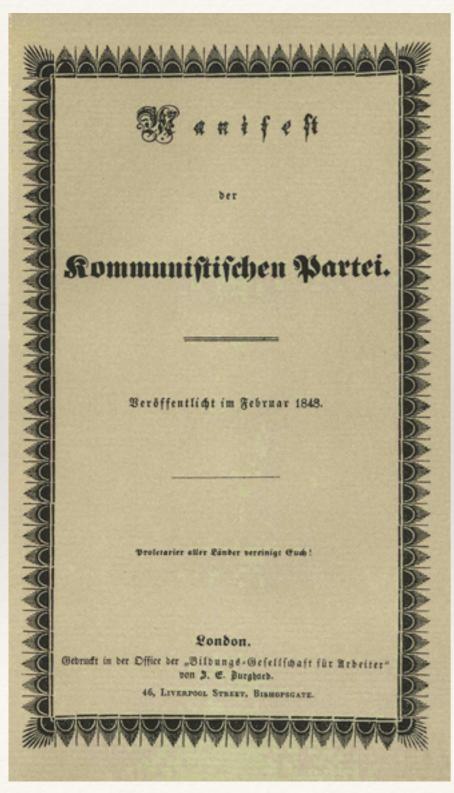
V. CONSIDERANT Représentant du Peuple

5' ÉDITION.

PARIS LIBRAIRIE PHALANSTÉRIENNE QUAI VOLTAIRE, 25 1848

- * Louis Blanc, Organisation du travail (1839)
- * Pierre-Joseph Proudhon, Qu'est-ce que la propriété? (1840)
- * Alphonse de Lamartine, *Du droit au travail et de l'organisation du travail* (1844)
- Proudhon, Système des contradictions économiques ou Philosophie de la misère (1846)
- Victor Considerant, Droit de propriété et du droit au travail (1848)
- Louis Blanc, Le Socialisme. Droit au travail, réponse à M. Thiers (1848)
- * Le droit au travail à l'Assemblée nationale (1848)
- * Proudhon, *Le droit au travail et le droit de propriété* (1850)
- * [Marx, Manifesto of the Communist Party (1848); The Eighteenth Brumaire of Louis Napoleon (1852)]

The Revolutionary Socialism of Karl Marx



- Marx in Paris 1843-45, Brussels 1845-48, Paris 1848, 1849
- early Marx
 - * Economic and Philosophic Manuscripts of 1844
 - * Wage Labour and Capital (1847)
 - * Manifesto of the Communist Party (1848)
 - * The Eighteenth Brumaire of Louis Napoleon (1852)
- mature Marx
 - *Grundrisse* (Sketch of a Criticism of Political Economy (1857)
 - A Contribution to the Critique of Political Economy (1859)
 - * Capital, Vol. I (Das Kapital) (1867)

Key Anti-Socialist Texts (1845-52)

Ec.H Darsed DE LA LIBERTÉ DU TRAVAIL SIMPLE EXPOSE DES CONDITIONS DANS LESQUELLES LES FORCES HUMAINES S'EXERCENT AVEC LE PLUS DE PUISSANCE; 743 CHARLES DUNOYER, MEMBRE DE L'INSTITUT. TOME PREMIER. PARIS. CHEZ GUILLAUMIN, LIBRAIRE, Eliteur du lictionnaire du Commerce et des Marchandises, du Journal des Eronomistes, de la Collection des principaux Économistes, etc., etc BUE BICHLURE, 14. 1845.

- * Charles Dunoyer, La Liberté du travail (1845)
- * F. Bastiat, Economic Sophisms I (1846) and II (1848)
- * Adolphe Thiers, *Discours prononcé à l'Assemblée Nationale sur le droit au travail* (1848)
- * Adolphe Thiers, De la propriété (1848)
- * Léon Faucher, Du droit au travail (1848)
- * Michel Chevalier, Lettres sur l'Organisation du travail (1848)
- Frédéric Bastiat's series of 12 anti-socialist pamphlets (1848-1850)
- * Molinari, Les Soirées de la rue Saint-Lazare (1849)
- * Bastiat and Proudhon, Gratuité du crédit (Oct. 1849 Feb. 1850)
- * Bastiat, Economic Harmonies (1850-51)
- * Molinari, Les Révolutions et le despotisme envisagés au point de vue des intérêts matériel (1852)

Socialist Critique of the FM & Wage Labour

PRINCIPES BU SOCIALISME

MANIFESTE

DÉMOCRATIE AU XIX SIÈCLE.

PAR

V. CONSIDERANT,

Ancien élève de l'École Polytechnique, membre du conscil général de la Seine.

PROCÈS DE LA DÉMOCRATIE PACIFIQUE.

PARIS LIBRAIRIE PHALANSTÉRIENNE, MA DA DALANSTÉRIENNE, M. D. COC. XI., VII.

- * Smithian/Ricardian labour theory of value
 - labour was main source of the creation of value
 - workers not given full value of their labour
 - * profits to owners was therefore "unearned"

* "unearned" nature of land rent

- agriculture was gift of soil, sun, therefore charging land rent was wrong
- should be eliminated or reduced, and
- land redistributed to propertyless

heartless Malthusianism

- inevitable impoverishment of the WC due to population pressure & "iron law of wages"
- need for government regulation, redistribution

The Socialist Solution (1)

DU TRAVAIL.

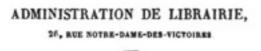
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ASSOCIATION UNIVERSELLE.

PAR

LOUIS BLANC.



¹⁸⁴¹

- "organisation" and "association" in favour of workers
- * end of wage labour & businesses run for profit
- socially (communally) owned and run workshops "ateliers sociaux"
- "le droit au travail" (the right to a job) govt. (taxpayer) funded work programs
- * low or zero interest loans though "Peoples' Banks"
- confiscation and redistribution of property (land)
- protection & subsidies for national industry
- * govt. support for old, sick, orphans

The Socialist Solution (2)



- * four strategies to achieve socialism:
 - 1.**Utopian socialism**: Fourier's voluntary communities "phalansteries" (experimental communities in Texas, Illinois, Indiana)
 - 2.Democratic socialism: Louis Blanc's National Workshops street activism & "direct action" (Feb.-May 1848)
 - 3. Bureaucratic socialism: imposed by charismatic leader Bonapartism of Napoléon III
 - **4.Revolutionary socialism**: Karl Marx revolution & dictatorship of proletariat (failure of 1848 showed him need for dictatorship to prevent electoral backlash or coup d'état)

Attempts to Implement the Socialist Program in 1848 (1)



Attendu qu'il n'existe de travaux que pour 16,000 hommes, et que le nombre d'hommes embrigadés dépasse 50,000;

6

Il est convenu que jusqu'à nouvel ordre, et en attendant mieux, chaque compagnie, à partir de Lundi 17, travaillera 2 jours par semaine.

Le Commissaire de la République, Directeur des Ataliers Nationaux, ÉMILE THOMAS. 14 Avril 1848.

ris .-- Typ. et Lith. de A. APPERT,

22-24 Feb. - the Three Revolutionary Days which overthrew the July Monarchy of Louis Philippe and the government of Guizot

23 February - socialists seize the Hôtel de Ville and form a provisional government which consisted of 12 men, Dupont de l'Eure, Lamartine, Crémieux, Ledru-Rollin, Louis Blanc, "Albert", Marie, Arago, Marrast, Flocon, Garnier-Pagès, Pyat.

* 25 Feb. - declaration of the Second Republic by Lamartine and Ledru-Rollin. Formation of an armed guard of 24,000 unemployed workers; declaration of "the right to work"

- 28 Feb. creation of the "Commission du gouvernement pour les travailleurs" (Luxembourg Commission) headed by Louis Blanc which will organize the National Workshops
- 6 March the creation of the National Workshops

Attempts to Implement the Socialist Program in 1848 (2)

RÉPUBLIQUE FRANÇAISE. Liberté. — Egalité. — Fraternité. MINISTÈRE DES TRAVAUX PUBLICS. ATELIERS NATIONAUX

Résirant ardenment voir régner dans les Ateliers Nationaux, l'union et l'arcord d'une grande famille de hons travailleurs, et prenant en considération les nombrenses réclamations qui nous ont été adrensées, hons arrêtons ce qui suit :

Lundi 1" mai, aura lieu la réélection générale de tous les délégués des Ateliers Nationaux.

Chaque lieutenant aura quatre délégués ? un par brigade.

Le délégué serà élu à la majorité par les hommes de la brigade.

Les brigadiers et chefs d'escoundes ne purront pas être délégués. Tout brigadier délégué et chef d'escounde des Ateliers Nationaux, ne devra faire partie, ni être délégué d'aucun'autre corps.

Chaque délégué recevra la paie accordée au travail actif, savoir : 2'f. tous les jours. Les quatre délégués choisiront parmi eux celui qui devra représenter les intérêts des quatre brigades près de la direction. Il prendra le titre de délégué central. Les délégués seront inférieurs en grade aux brigadiers, mais en seront indépendants en ce qui concerne seulement leur service.

Les fonctions du délégué central dureront un mois, et devront être remplies alternativement de mois en mois par les autres délégués.

Il y aura au hureau central deux réunions par semaine, le mardi et le samedi, auxquelles les délégués centranx devront seuls assister. Il leur sera délivré à chaque réunion un jeton de présence : à la fin de châque mois le délégué central devra en se démettant de ses fonctions, donner ses jetons à son chef de service, qui lui délivréra en échange 23 centimes par jeton.

Tout délégué ne pouvant assister à la réunion, en préviendra son chef de service, sous peine de 1 fr. d'amende p il sers immédiatement convoqué un autre délégué parmi les trois autres.

Mardi prochain 2 mai, première réunion des délégués centraux, au Manège, rue de Valois-Monceaux, à 4 heures de l'après-midi.

Les devoirs des délégués sont :

1. De s'assurer' de l'état des hommes infirmes, malades, et des plus nécessiteux, afin de les inseriré sur la liste des secours, le plus promptement possible. 2° Recevoir toutes les demandes et réclamations de leurs brigades, s'en entendre

2º Recevoir toutes les demandes et réclamations de leurs brigades, s'en entendre entre eux, et les soumettre par la voie de leur délégué central à l'administration.

Les délégués qui donneraient de graves sujets de plainte, soit aux hommes qu'ils représentent, soit à l'administration, pourrout être cassés par le directeur. Les chefs de service dezront avant les élections, remptir les endres de leurs bri-

Les chefs de service dezpont avant les élections, remptir les cadres de leurs bri gades, au moyen des brigades les plus incomplètes.

Les brigadiers et chefs d'escouades qui se trouveront alors sans emploi seront en disponibilité.

Les brigadiers ou chefs d'esconades qui puraient donné aux travailleurs des sujets de plaintes graves, seront soumis à la réélection, sur l'autorisation spéciale du chef de service.

Une commission de dix délégués centraux sera nommée pour faire une enquête sur la moralité des délégués.

Des commissions semblables seront instituées parmi les brigadiers et les lieutenants, pour remplir le même office.

1847 Le Commissaire de la République, Directeur, des Ateliers Nationaux,

EMILE THOMAS.

Typ. do A. APPERT, pass. do Carro, 85.

- 23-24 April elections for the Constituent Assembly (more moderate republicans elected)
- * 16 May the Luxembourg Commission is closed down
- * 21 June abolition of the National Workshops program
- * 23-26 June the "June Days" riots in Paris which are suppressed by General Cavaignac with loss of thousands of lives; 24 June declaration of "state of siege" (martial law) which lasts until 19 October
- * 29 Aug. the Constitutional Commission agrees to remove the phrase "le droit au travail" from the new constitution
- * 2-4 November final reading of the new Constitution which is passed 739 to 30, promulgated 12 November. An amendment to include in the new constitution a clause defending "the right to work" is defeated
- * 10 December election of Louis Napoléon Bonaparte of the "Party of Order" as president of the Republic

The "7 Musketeers" of French Political Economy (1)



Frédéric Bastiat (1801-1850)

- * 1st generation born around 1800 (mid to late 40s in 1848);
 - Gilbert-Urbain Guillaumin (1801-1864) publisher): Guillaumin's publishing firm which published books, pamphlets, and the *Journal des Économistes* (1841-1940)
 - Charles Coquelin (1802-1852) economist on free banking, eloquent public speaker, editor DEP
 - Frédéric Bastiat (1801-1850) FT activist, popularizer ec. thought, theorist, head of French Free Trade Association and editor of its journal *Le Libre-Échange* (1846-48)

The "7 Musketeers" of French Political Economy (2)



Gustave de Molinari (1819-1912)

- * 2nd generation born around 1820 (late 20s in 1848)
 - Joseph Garnier (1813-1881) economics teacher, editor, peace advocate
 - * Hippolyte Castille (1820-1886) journalist, popular historian, wrote for *le Courrier français* and held regular soirées at his home on the rue Saint-Lazare (1844-48)
 - * Alcide Fonteyraud (1822-1849) specialist on Ricardo, translator, public speaker
 - Gustave de Molinari (1819-1912) journalist, economic theorist, historical sociologist
- dispersed by 1852 through early deaths, political reaction, exile

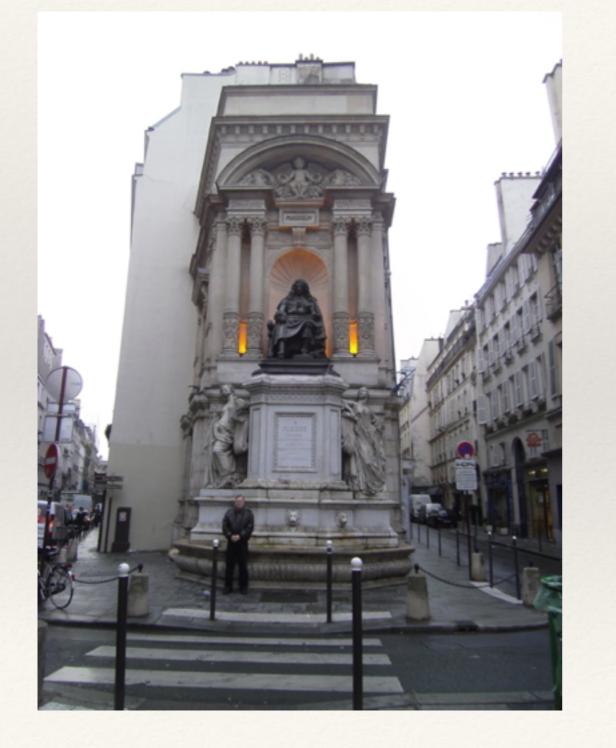
Key CL Organisations & Publications (1)





- Guillaumin publishing firm (founded 1835)
- the Journal des Économistes (founded November 1841)
- the Political Economy Society (founded 1842)
- * Hippolyte Castille's"soirée" on the rue Saint-Lazare (1844-48)
- the French Free Trade Society (founded July 1846 - March 1848), headed by Frédéric Bastiat

Key CL Organisations & Publications (2)



- the Friends of Peace Society (founded in 1843), meeting in Paris August 1849
 [Joseph Garnier]
- * the political club "Club de la Liberté du Travail" (March) [Alcide Fonteyraud] and street journalism: La République française (Feb.) and Jacques Bonhomme (June 1848) [Bastiat, Molinari]
- * the Dictionnaire de l'Économie politique (1852-53) project [Ch. Coquelin]

Strategies to Promote FM Ideas (1)

EXTRAIT DU CATALOGUE

DE LA

LIBRAIRIE GUILLAUMIN ET Cie.

Publications nourclies sur les questions économiques à l'ordre du jour.

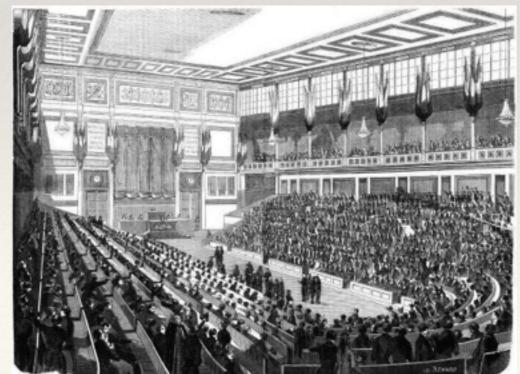
Observations sur l'état des classes ourrières, par Turopour. Fix; 1 vol. in-8. Prix : 6 fr.

- Du Progrèz social au profit des clastes populaires non indigentes, suivi de : Plan d'une réorganisation disciplinaire des classes industrielles en France, 2me édition, revue et corrigée par F.-P. de LA FARELLE, membre correspondant de l'Institut: 4 vol. in-8. Prix : 6 fr.
- Essai sur les relations du travail avec le capital, par M. Ch. DUPOST WHITE, secrétaire général du ministre de la justice : 1 vol. in-8. Prix : 6 fr.
- Les Droits du travailleur, essai sur les devoirs des maîtres envers leurs subordonnés, traduit de l'anglais, par Mart Louise Boyerthire p'Auviexi ; 1 vol. in-12, format anglais. Prix : 2 fc.
- Sophismes économiques, par M. Fn. BASTIAT, membre correspondant de l'Institut, représentant du peuple; 2 jolis vol. in-16. Prix : 2 fr.
- Études économiques sur l'organisation de la Liberté industrielle et sur l'abolition de l'esclavage, par M. GUSTAVE DE MOLINARI; broch. in-18. Prix : 75 C.
- Di système social et des lois qui le régissent, par An. Quéreller, directeur de l'Observatoire de Bruxelles, membre correspondant de l'Institut de France; 1 vol. in-8 : Prix, 7 fr. 50 c.
- Etudes d'économie politique et de statistique, par M. L. Wor.owski, représentant du peuple, professeur de législa-

- **publishing program** of scholarly books, journals, economic statistics, encyclopedias, dictionaries (DEP)
 - impressive size of Guillaumin catalog
- * journalism: "high, middle, and low brow"
 - * from JDE to Jacques Bonhomme
- public associations and meetings
 - French FTA meetings (Montesquieu Hall); Club lib debates with socialists

Strategies to Promote FM Ideas (2)





- teaching in schools and colleges
 - Joseph Garnier at Athénée private school; Michel Chevalier at Collège de France (1841, sacked by prov. govt. 1848); FB and GdM public lectures in late 1847
- membership of elite institutions like
 Académie (reconstituted 1832)

politics

- lobbying Chamber (1847 debate on tariff reform); election to Chamber of Deputies;
 FB in April 1848 and finance committee;
 debate in Chamber on "right to work"
 clause
- * popularisation of economic ideas (see below)

The Economists' Critique of Socialism

L'ÉCONOMIE POLITIQUE

LE SOCIALISME.

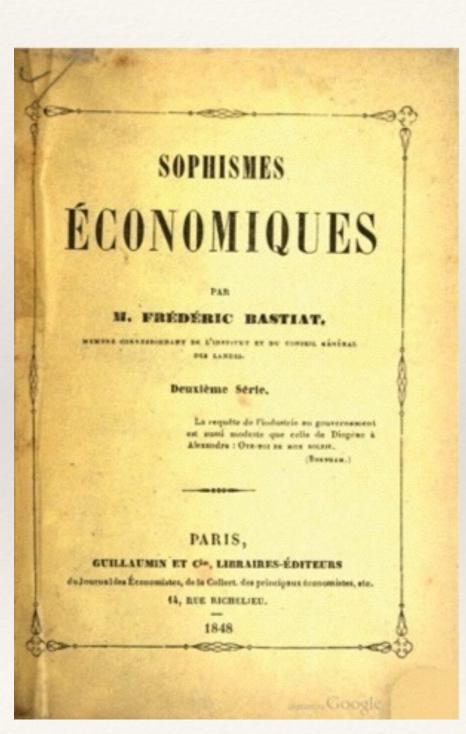
DISCOURS noncé as coladas na prants, la 28 révision 1548, pors la résponserena de cours d'économie politique , Par

MICHEL CHEVALIER



- the incentive problem
- the division of labour problem
- the risk problem
- the injustice of expropriation
- * the individual liberty problem
- * the human nature problem
- the problem of ignoring economic laws (such as law of supply and demand)
- * the "public choice" problem

The Popularization of Economic Ideas (1a): Taking FM Ideas to the Streets



- the campaign for free trade 1846-47 showed the depth of popular ignorance about FM ideas
 - government can create jobs through legislation
 - regulation of economy is costless
 - promotion of "national industries" is in long-term interests of workers, consumers, and taxpayers
 - protection and subsidies is a good way to achieve prosperity
 - govt. bureaucrats and politicians are well meaning, unselfish individuals
- * [Bryan Caplan, *The Myth of the Rational Voter: Why Democracies Choose Bad Policies* (Princeton UP, 2008).]
- Bastiat discovered he was a brilliant economic journalist ridiculed popular fallacies and sophisms in *Economic Sophisms* (1846, 1848)

The Popularization of Economic Ideas (1b): Taking FM Ideas to the Streets



in Feb. 1848 FB & GdM turned to revolutionary street journalism to counter "socialism from below" - la République fr. (Fe.-Mar. 1848) and Jacques Bonhomme (June 1848)

Economists best public speakers (Fonteyraud and Coquelin) organised "Club de la liberté du travail" (Club Lib) to take on socialists at their own game Mar. 1848

The Popularization of Economic Ideas (2): Opposing "Socialism from Above"

CE QU'ON VOIT ET CE QU'ON NE VOIT PAS

L'ÉCONOMIE POLITIQUE EN UNE LEÇON.

PAB

M. F. BASTIAT

REPRÉSENTANT DU PEUPLE & L'ASSEMBLÉE NATIONALE, Membre correspondant de l'Institut.

PARIS LIBRAIRIE DE GUILLAUMIN ET C^o, éditeurs de la collection des principaux économistes, du journal des économistes, etc. Rue Richelieu, 14.

1850

 after immediate threat of "socialism from below" had passed by end of 1848 realized new threat posed by "socialism from above":

academics, intellectuals, journalists

- bureaucrats & elected politicians
- * the "Prince-President" Louis Napoléon
- * FB's series of 12 anti-socialist pamphlets (1849-1850)
 - * "The State", "The Law," "Property and Plunder"

* What is Seen and What is not Seen

The Popularization of Economic Ideas (3): Opposing "Socialism from Above"

LES SOIRÉES DE LA RUE SAINT-LAZARE ENTRETIENS LES LOIS ÉCONOMIQUES **DÉFENSE DE LA PROPRIÉTÉ** M.-G. DE MOLINARI Il faut bien se garder d'attribuer aus is physiques les moux qui sont la juste punition de la violation de PARIS, GUILLAUMIN ET Cie, LIBRAIRES, Éditeurs de la Collection des principaux Économistes, du Journal des Économistes, du Dictionnaire du Commerce et des Marchandises, etc. ACK RICHELIEU, 14. 1849

- Molinari's Les Soirées de la rue Saint-Lazare "discussions about economic laws and the defense of property" (Sept. 1849) between a Conservative, a Socialist, and an Economist
 - first ever one volume survey of CL thought with both theory and policy proposals for reform (compare Mises, *Liberalism* (1929), Friedman, *Capitalism and Freedom* (1962), Rothbard, *For a New Liberty* (1974)
 - idea of "markets *in* everything" (including all socalled public goods) and "entrepreneurs *for* everything" (entrepreneurs in the security business, entrepreneurs in the prostitution business)

 the Dictionnaire de l'économie politique (1852-53) planned early 1849 - 2,000 page compendium of economic ideas for economists, bureaucrats, and politicians

Rethinking CL Theory in Response to Socialism (1)

DICTIONNAIRE

L'ÉCONOMIE POLITIQUE

CONTENAN

L'EXPOSITION DES PRINCIPES DE LA SCIENCE

L'OPINION DES ÉCRIVAINS QUI ONT LE PLUS CONTRIBUÉ À SA PONDATION ET À SES PROGRÈS-

LA BIBLIOGRAPHIE GÉNÉRALE DE L'ÉCONOMIE POLITIQUE

FAR NORS PARTEERS BY PAR ORDER OR RATIONES

AVEC DES NOTICES BIOGRAPHIQUES

ET UNE APPRÉCIATION RAISONNÉE DES PRINCIPAUX OUVRAGES

PLR 398+

HARDELE HANDAY - R. BATCHENLART, esselse de l'Insulst, yerd, in Gelipe de Fennez - AD. BLADSE, BAAQUEL menine de l'Insulst, - BAUEREL BLOCK - GEL DE BROUCKERE, moine minister des finances. LANDAULIE, preiseurs d'annexes patrices auxiliares d'annexes - COR COURTERE, moine minister d'Annexes. LANDAULIE, preiseurs d'annexes patrices auxiliares d'annexes - COR COURTERE, moine minister de finances. LANDAULIE, annexise - BAUEREL ANDAULIE, menine de l'Insulst, montes de l'Insulst. - CORCELLES-SERVELL, L'ADRES, mander d'Elbait - BCOOTER, menine de l'Insulst, menine de l'Annexes. L'ADRES, mander de Thanismer es del de parte et denomine - GUITAVE EU PENDONE!
BENER HALLERC, - ALFRED LEGOYT, de la devine de la Batering pairiale de la Former. L'ADRES menines de l'Adresses patrices e l'Annexes de la Batering pairiale de la Former. MERLACOURSECHER annix beneres patrices e l'ADRES NOVLELA, donner de minister (DETELES MERLE). L'ADRES menines de Thanister, tora-environte de menine d'ADRES, NOVLELA, donner de la devine (CALELER, menines de Thanister, tora-environte de sevent - CALENCE NOVLELA, donner de la devine (CALELER, menines de Thanister, tora-environte de la devinez - DE ALLOUTERT. L'ADRES, menine de Thanister, tora-environte de la devinez - DE ALLOUTERT. L'ADRESSE MERLENCE, de L'ADRESSE de Fernez - CALENCE, NOVLES, deprinser L'AL ampeters de l'Insulst, actual same pairie - SALT, BOUDONCE. MERLENCE MARTINE de la devine d'Adresse - CALENCE ADRESSE L'AL ampeters de l'Insulst, menine menines - CALENCE ADRESSE. L'AL ampeters de l'Insulst, actual menines menines - DE MERLES WERNER de la devine de l'Adresse pairie d'Adresse menines annexes de l'Adresse.

De MM. Ch. COQUELIN et GUILLAUMIN

Troisième Édition

TOME PREMIER

A.- I.

PARIS

LIBRAIRIE DE GUILLAUMIN ET C²⁰ Editeurs du Dictionnaire de l'Économie politique, de la Collection des principaux Économistes, des Économistes et publicistes contemporains, de la Bibliothèque des Sciences morales et politiques, du Journal des Économistes, etc.

BUE DE RICHELIEU, 14

- the "weak response" continue to work within Smithian/Ricardian Orthodoxy
 - profit and rent so useful to the operation of market that they should continue in spite of suspect origins
 - competition between capitalists and landowners would eventually reduce profits and rent to a minimum
 - WC just had to learn to exercise "moral restraint" in limiting the size of their families
- the "strong response" a small group wanted to completely rethink CL political economy [see over]

Rethinking CL Theory in Response to Socialism (2)

HARMONIES ÉCONOMIQUES

Frideric FRED. BASTIAT.

Digitus Dei est hic.

2me ÉDITION augmentée des manuscrits laissés par l'auteur.

- Publiée par la Société des amis de Bastiat. -

PARIS. GUILLAUMIN ET C^{*}, LIBRAIRES

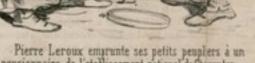
Réstaurs de la Collection des principeux Romonistes, du Journal des Romonistes, du Dictionnaire de l'Economie politique, etc. num nocamenteur, 14.

- * the "strong response" rethink CL political economy
 - importance of non-material goods (services) (JBS) labour only part of productive activity
 - rethinking nature of value and exchange all exchanges were mutually beneficial "exchange of one service for another service" (FB)
 - * land rent, just another exchange of services (Bastiat)
 - radical anti-Malthusianism underestimated the productive power of the FM and FT (FB)
 - part of socialist critique of existing property distribution was correct, that ruling elites had seized land and other assets unjustly (GdM) - Bastiat's "theory of plunder" & of the State
 - recognition of the important role of the entrepreneur (GdM -"markets in everything" and "entrepreneurs for everything")
 - free markets could better supply "public" goods and services (GdM)

¹⁸⁵¹

CE QU'ON APPELLE DES IDEES NOUVELLES EN 1848. (12)





Pierre Leroux emprunte ses petits penplers à un pensionnaire de l'etablissement national de Charenton.



Le Pélerin Cabet emprunte tous ses plans de colonisation à l'écossais Law premier inventeur du Mississipi et de l'Icarie.



Le tribun Ledru-Rollin emprunte ses idées les plus neuves à Cambon, Danton et autres personnages décédés depuis cinquante ans.

Le Prince Louis emprunte toute sa défroque à son oncle.

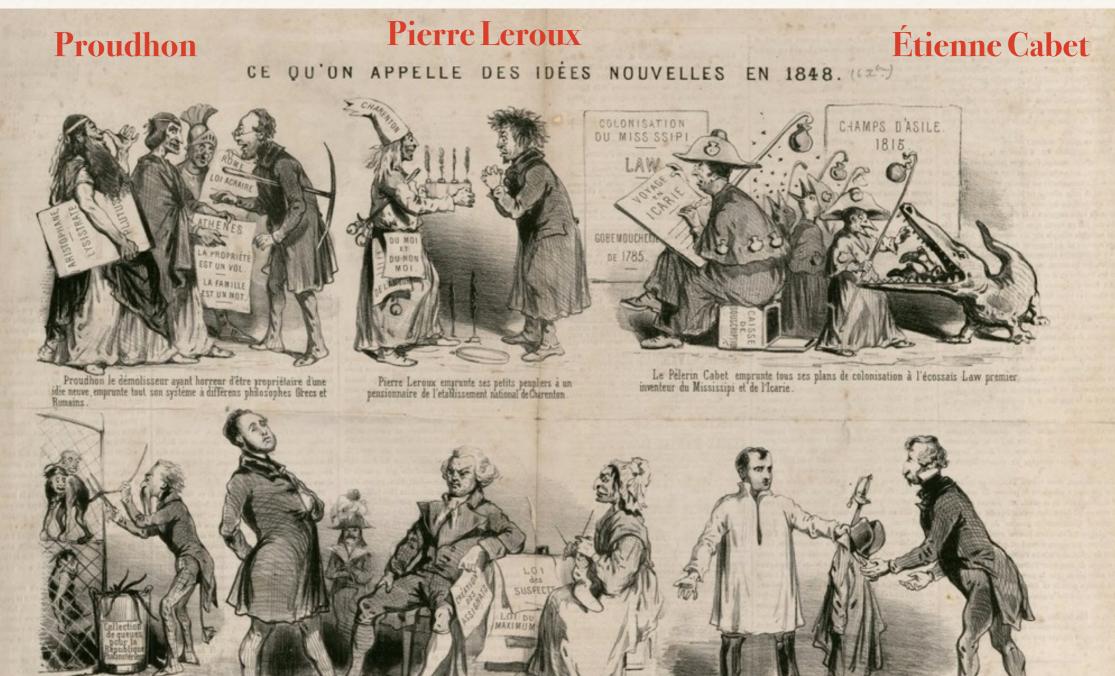
Ing Adorth Co

Amédée de Noé, dit Cham, "Ce qu'on appelle des idées nouvelles en 1848" (1848).

SUSPE

AXIMI

What are called New Ideas in 1848



Victor Considérant emprunte des queues phalanstériennes aux singes du jardin des plantes.

Victor Considerant

Le tribun Ledru-Rollin emprunte ses idées les plus neuves à Cambon, Danton et autres personnages décédés depuis cinquante ans.



Le Prince Louis emprunte toute sa défroque à son ancle.



Louis Napoléon



Proudhon - "Property is Theft"

- * The anarchist-socialist Proudhon, carrying a pick with which he destroys the foundations of the free market, is confronted by the Greek playwright Aristophanes, a Greek legislator, and a Roman soldier, who accuse him of having plagiarised their ideas about property being a form of theft and the need for agrarian laws to forcibly redistribute property among the poor.
- Proudhon wrote a very influential book in 1840 called *Qu'est-ce que c'est la propriété*? (What is Property?) to which he gave the notorious answer "Property is theft".
- In 1848-49 he attempted to establish a People's Bank which would be funded by subscriptions and make zero or low interest rate loans to workers, since he believed that charging interest on loans was unjust. It failed because it was unable to raise sufficient capital to open.



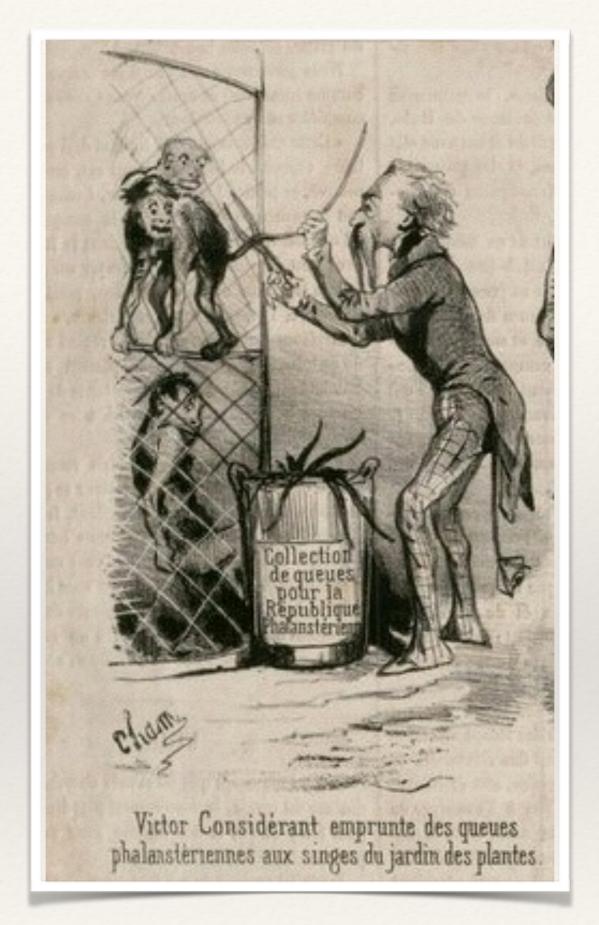
Leroux - "The Uniformity of the Poplar Tree"

- * The socialist Pierre Leroux invented the word "socialist" to describe his ideal community in which everybody enjoyed liberty and equality without the injustices he believed were created by private property and the free market. He was elected to the Constituent Assembly in 1848 and drew up an elaborate proposal for a new constitution based upon socialist ideas.
- * All aspects of the new society had to be drawn up in advance by the legislators, including the flag, the colours of clothing people were allowed to wear, and the national tree which had to be planted everywhere. The national colours were to be white, gold, azure, and purple and each of the main divisions of government would require the citizens who worked in it to wear the colour corresponding to their division white for administrators, gold for those who worked in scientific occupations, azure for those who worked for the legislative branch of government, and purple for the executive branch. Outside of working hours, all citizens had to wear all four colours of the national flag to show their solidarity with the state.
- Leroux also chose the poplar tree as the state tree because its shape best exemplified the similarity and equality of all citizens. Every Commune in France would be required to plant rows of identical popular trees in order to make this point clear to the citizenry. In the cartoon a very grateful looking Leroux receives a gift of 4 small poplar trees by an inmate of the largest insane asylum in France - "Charenton." He is wearing bells which he uses to warn people that he is mad and that they should keep away from him. He is also carrying signs which refer to the philosophical idea of the self (the me) and the non-self (non-moi) perhaps suggesting that Leroux's socialist ideas would lead to the destruction of "the self" if his ideas about egality were implemented.



Cabet - "Utopian Communities and the Gullible"

- * The utopian socialist Étienne Cabet believed in the equality of property ownership and the strict regulation and control of all economic activity by elected representatives of the community. He wrote a book in 1840 about his ideal society, called "Icarus", and went to America in 1848 in order to put his ideas into practice with communities in Texas, Illinois, and Missouri.
- In this cartoon Cabet is dressed like a pilgrim and is sitting on an empty contribution box, reading his book on Icarus. He is surrounded by hungry birds called "gobe-mouche" (fly gobblers) which also means someone who is very gullible. Posters on the wall refer to other failed attempts to set up communities or businesses in America.
- * John Law was a Scottish financier who worked for Louis XV to set up the first central bank funded by fiat paper money, believing that paper money was preferable to gold. He consolidated all the government chartered companies in French-controlled Louisiana into one monopoly company called the Mississippi Company which issued shares. An over issue of these shares caused a speculative bubble which burst catastrophically in 1720.
- * The Champs d'asile was a community established in Texas in 1817 for veterans of Napoleon's defeatd Grande Armée. It failed the following year. The reference to "Gobemoucherie de 1785" is not clear. Note that an alligator from Louisiana or Texas has swallowed one of the "gobemouche."



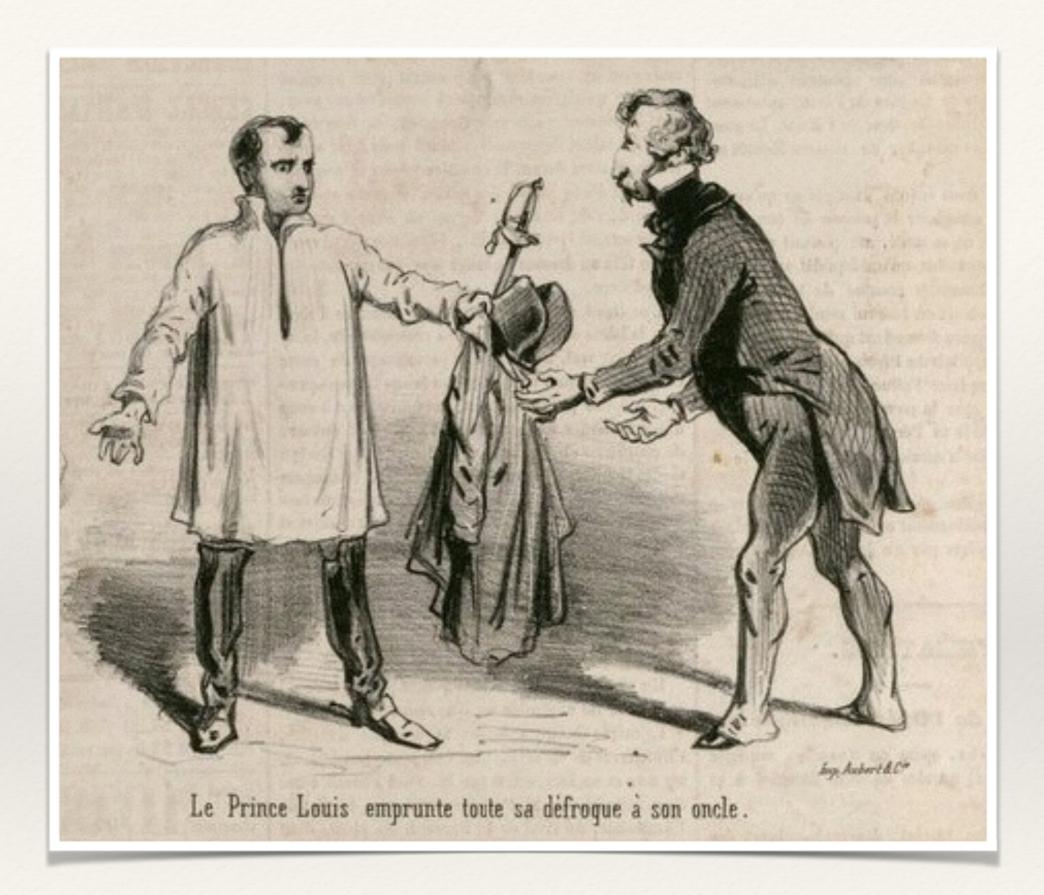
Considerant - "The New Socialist Man"

- * Victor Considerant was a follower of the socialist Fourier and was the leading advocate of "the right to work" which the socialists attempted to enact in the early months of the 1848 Revolution. Fourier and Considerant believed that the creation of socialist communities and socialist ways of living and working would create a new kind of human being with different moral values (selfishness would disappear) and even new physical features.
- * To bring this about people would be forced to live in small communities known as "phalansteries" which would house about 1,600 individuals who would live and work together communally. Fourier believed that the institution of monogamous marriage would eventually disappear and would be replaced by a system of free love. Considerant believed that human's physical shape would gradually change when they lived in highly regulated socialist communities.
- * The cartoon refers to his idea that humans might eventually evolve "queues" (tails) which had an eye at the end of it. Considerant has such a tail and has gone to the monkey cage in the botanical gardens (zoo?) to cut off the monkey's tails to add to his collection for the new "Phalansterian Republic."



Ledru-Rollin - "Socialism from Above"

* The 1848 revolutionary politician Ledru-Rollin struts before Danton who was a political leader during the French Terror 1792-94. Danton leans against some of his most important revolutionary legislation such as the law issuing paper money (assignats), price controls (the "Maximum"), and the law imprisoning suspected enemies of the revolution. Ledru-Rollin when he was in the Provisional Government supported a 45% increase in taxes, the "right to a job" legislation, and the suspension of payments in gold by the central bank. To the right sits one of the notorious "knitting ladies" who supposedly sat watching the beheading of aristocrats, profiteers, and other enemies of the Revolution during the Terror.



Louis Napoléon - "The Socialist Prince-President"

* Napoleon Bonaparte wearing his underwear, gives his nephew Louis Napoleon his sword, grey coat and hat. Louis Napoleon was elected President of the Second Republic in December 1848 but had ambitions to become the dictator of France. He began calling himself the "Prince-President" and later seized power in a coup d'état in December 1851 and then suspended the constitution and declared himself emperor in December 1852. He was influenced by the socialist and interventionist ideas of Saint-Simon.



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