

# Contents

<i>List of Tables</i>	ix
<b>Introduction</b>	<b>1</b>
<b>PART I THE NEW LIBERALISM IN THEORY</b>	
<b>1. The Liberal Tradition</b>	<b>11</b>
Seventeenth-century roots	11
Eighteenth-century maturity	20
Nineteenth-century dilution	28
Twentieth-century abandonment and renewal	32
Guide to reading	33
<b>2. Anarcho-Capitalism or the Minimal State?</b>	<b>34</b>
Libertarianism	34
Nozick and the minimal state	42
Ayn Rand's objectivism	51
Guide to reading	53
<b>3. Friedman and the Chicago School</b>	<b>55</b>
The Chicago School and 'economic science'	56
Inflation and unemployment	58
Friedman and the role of the state	73
Economic 'imperialism'	82
Guide to reading	90
<b>4. The Public Choice School</b>	<b>92</b>
The realities of collective choice	93
The decision-makers	98
Try the market or improve the system?	103
Summary	107
Guide to reading	108

5. Hayek and the Austrian School	109
Hayek and liberty	109
Hayek and economics	138
Conclusion	149
Guide to reading	150
PART II PRACTICAL POLITICS	
6. Political Impact: Education and Social Security	153
Introduction	153
Primary and secondary education	154
Higher education	164
Social security	166
Guide to reading	174
7. Political Impact: Health, Housing and the Environment	176
Health	176
Housing	184
Roads	187
Public transport	189
Guide to reading	191
8. Political Impact: the Economy, Industry and Agriculture	192
Economic policy	192
Industrial policy: Clearing the way for the entrepreneur	196
Agriculture	208
Guide to reading	209
9. Conclusions	210
The role of government	210
The impact of the new libertarianism	213
Markets and morality	217
<i>References</i>	221
<i>Index</i>	233