

Radical Keynesian Option

- Guaranteed full employment, no unemployment
- Government as main source of investment
- Economic rights, including health, recreation, housing
- Euthanasia for private finance
- Radical redistribution of wealth, end of great fortunes
- Full unionization of the labor force
- Government regulation of prices, when needed

Class Compromise (“Bastard Keynesian”)

- Need for high growth, with a target of 4 percent unemployment (at best)
- Partial unionization of the labor force (max of 36 percent in 1950s)
- Periodic (short, mild) recessions to control inflation
- Investment remains mostly in private hands (through banks)
- Government spending focused mainly on military
- Economy highly regulated combined with continued reliance on private sector
- Fiscal and monetary policy to balance inflation/unemployment
- Progressive taxation to moderate extreme wealth, but with large fortunes allowed
- Dependent on business support in order to function
- Limited welfare state (Social security aid to indigent)

Mont Pelerin Society program

- Laissez faire; repeal New Deal and Progressive reforms; turn clock back
- Prioritize freedom over democracy
- Celebrates great fortunes
- No progressive taxation
- Political rights, but no economic right; no right to employment
- Need for radical austerity to correct inflation, tolerate periodic high unemployment
- Create international institutions to make redistribution impossible