

# Index

- Adair v. United States*, 51  
 agriculture, 28–43; cartelization of, 36–37, 42; Clayton Act and, 31–32; in European Union, 70; governmental dispensation to, 24–26, 27; insulation of, 28–30; intellectual property and, 41; political sympathy for, 26; production increase for, 33–34; regulation of, by Congress, 36; right to farm in, vii–viii, 28–30; without state intervention, 28; state-protected/organized (cartels of), xiii, 32–33, 36–37; subsidies damaging to, viii; subsidies for, 29–30, 38–42, 70; technological advances in, 61  
*Allnut v. Inglis*, 38  
 American legal education, 1–2  
 antitrust laws, 21; as  
   counterpressure to unions, 50;  
   trade unions exempt from, viii;  
   U.K., unions and, 52  
 at-will agreement, administrative  
   costs of, 46; dismissal, cause,  
   and, 46–48; informal method of  
   bonding and, 46–47; labor and,  
   44–48, 50; rival employer,  
   employee, and, 48–49; self-  
   correcting, 46  
 bargaining, agent, exclusive, 55;  
   collective, 51, 55–56, 58; good-  
   faith, 56  
 Bhagwati, Jagdish, 72  
 bill of rights, second, 29  
 Black, Conrad, 7  
 Blackstone, 3  
 boycott, secondary, 54, 60  
 Brandeis, Louis, xiii  
 Bush, George W., 60  
 buyer, willing, 29  
 cartels/cartelization, for agriculture,  
   36–37, 42; cheating among, 22,  
   23, 33; classical liberal and  
   voluntary, 33; competition and,  
   21–27; destruction of wealth by,  
   27; development of, in labor,  
   49–52; judiciary resistance to  
   state-sponsored, 37–39;  
   minimalist strategy and internal  
   failure of, 22–23; monopoly  
   power of, 22; new members,  
   pricing, and, 33; preconditions  
   for, 21–27; prohibition against,  
   32; self-interested, 42; social  
   losses from, 22; standardization  
   of products for, 24–25;  
   successful, 27; tariffs and, 40; in  
   United Kingdom, 52–53; in  
   United States, 53–59  
 cases, easy, 4, 6, 61, 75; agriculture  
   as, 30–35; freedom of contracts  
   in labor markets as, 44–49;  
   multilateral free trade as, 73–74;  
   between socialism and  
   libertarianism, 8–11, 17, 18, 20

- cases, hard, 4, 6, 66–67; between socialism and libertarianism, 8–11
- chancellors of the Exchequer (U.K.), 68
- Chiang Kai-shek, 7
- child labor, 58–59
- choice, “yes or no,” 5–6
- Clayton Act, 31, 32, 53, 55
- Coase, R. H., 69
- Coase theorem, 67n2
- coercion, state, 12–13; taxation, finance, and, 15–16
- collective bargaining, 51, 55–56, 58
- collectivism, weakness of, 9–10, 11, 68
- command-and-control economy, xi
- commerce, beyond, 53–54
- commerce power, affirmative, 36–37; of Congress, 34–37, 58; dormant/negative, 34–35
- Commonwealth v. Hunt*, 50
- competition, 61; cartels and, 21–27; exemption from, with state-cartel, 33; foreign, 60; free trade with, 71, 73; labor and exemption from, 54, 57–58; precondition for, 21–27; pricing and, 28; rival employer, employee, contracts, and, 48–49; state monopoly, new firms, and, 57–58; state power enforcing, against collusive agreements, 24
- Competition Commission (U.K.), 75
- competitive harms, competitive markets and compensation for, 17–20
- competitive markets, competitive harms’ compensation and, 17–20; standardization of products for, 24–25
- Congress, agriculture and manufacturing regulation by, 36; commerce power of, 34–37, 58
- Constitution, U.S. written, 2
- constitutional doctrine, intellectual attack on, xiii–xiv; mistakes in, xii
- contracts, breach of, 52; employer forced to deal with, 56–57; free, limitations on, xiii, 56–57; freedom of, 44–49, 56–57, 74–75, 76; long-term, 48; term, 48; yellow dog, 53. *See also* at-will agreement
- Conybeare, Richard, 72
- Coppage v. Kansas*, 51
- Corn Laws (U.K.), 72
- criticism, standard of, 6
- currency, tariffs and reducing demands on, 42
- deflation, 36
- democracy, 43
- DeSoto, Hernando, 15, 69, 69n5
- developing countries, Western subsidies damaging, viii, 70
- dismissal, 46–48
- economics, law and, 65–66, 76–77
- economy, integrated national, 37; private law governing unregulated, 1–2
- employer, rival, 48
- English legal education, 1–2
- English private law, 1–2, 22, 37–38
- European Union, 74; agriculture in, 70
- evil, source of, 4
- farm. *See* agriculture
- fatalism, economic, 8
- favoritism, political, 16
- federalism, 2
- Fetter, Frank, 72
- Financial Times*, 3
- fraud, 12–13
- free contract, limitations on, xiii, 56–57

## Index

81

- free speech, 57  
 free trade, 40, 60, 71–72;  
   multilateral or unilateral, 73–74
- gain, competitive markets and  
   exhausting, 19–20; mutual, viii,  
   13, 17
- Germany, 7
- globalization, 60
- goods/services, 10, 13, 22, 25, 34;  
   overproduction of, from  
   subsidies, 39
- government, agricultural and labor  
   dispensation by, 24–26, 27;  
   agriculture without intervention  
   of, 28; behavior, 6; competition  
   policy against collusive  
   agreements by, 24; against  
   excessive individualism, xii–xiii;  
   price regulation by, for public  
   interest, 38; price regulation,  
   monopoly, and, 38; private  
   markets needing, 16; public  
   choice analysis of, 68n3;  
   separation of power in, xii;  
   takeover’s regulation by, 74–76;  
   voluntary exchange and  
   regulation of, 16. *See also*  
   commerce power
- grocery business, 74–76
- Grotius, 3
- guilds, 49
- Hale, Matthew, 38
- Hammer v. Dagenhart*, 59
- harm (loss), with actionable injury,  
   18–19, 69–70; from cartels/  
   monopolies, 22; competitive, 17–  
   20; fearing competitive, 23;  
   without injury, 18, 69–70; no  
   compensation for loss from, 20,  
   73
- Hayek, Friedrich, 7, 10
- Hitchman Coal & Coke Co. v.*  
*Mitchell*, 51
- ideas, great, 3
- immunity, official, 6
- income/wealth, 10, 13; cartel’s  
   destruction of, 27
- independent contractors, 49
- individual, deception of, 12
- injunctive relief, 51, 54, 55
- intellectual property, 5; agriculture  
   and, 41
- interest groups, market rigged by,  
   vii
- judiciary, state-sponsored cartels  
   resisted by, 37–39, 58–59
- Kennedy, John F., 13
- labor, antitrust laws as  
   counterpressure to, 50; at-will  
   contract with, 44–48, 50;  
   bargaining of, 51, 55–56, 58;  
   cartelization of, xiii, 44–60, 71;  
   cartel’s development in, 49–52;  
   Clayton Act and, 31–32;  
   corruption in, 60; dismissals,  
   recruitment, and, 46–47; exempt  
   from antitrust laws, viii;  
   exemption from competition  
   with, 54, 57–58, 71; freedom of  
   contracts in, 44–49;  
   governmental dispensation to,  
   24–26, 27; mechanization of, 4;  
   organization of, 59; picketing  
   by, 54–55; political sympathy  
   for, 26; restraints on, 59–60; self-  
   protection by, 52–53
- laissez-faire, 1
- Landrum-Griffin Act, 60
- law, economics and, 65–66, 76–77
- lawsuits, 20
- liberal, classical, 9, 21–22, 31;  
   limited government approach of,  
   xi, 16; voluntary cartels and, 33
- liberal democracy, 9; coercion  
   systems, taxation, and, 15

- libertarianism, competitive markets, competitive harms' compensation, and, 17–20; easy cases between socialism and, 8–11, 17, 18, 20; hard cases between socialism and, 8–11; self-interest assumed by, 12–13, 15; social infrastructure underplayed by, viii–ix; strengths of, 12–14; voluntary exchange, social gains, and, viii, 12–14, 68–69; weakness of, 14–16
- liberty, disrespect of individual, 6–7, 68
- Lochner v. New York*, 58
- Locke, John, 3
- Loewe v. Lawler*, 50
- losses, social. *See* harm
- manufacturing, Congress regulation of, 36
- Mao Tse-tung, 7
- market, arbitrary, power, 45; choice, 6; failures of, 11; inferior structure of, with cartels, 27; public systems needing private, 16; state intervention in, 11; unworkable areas in, 11
- means of production, collectivism, weakness for, 9–10; competitive free markets organizing, 8
- medical ethics, 17
- mercantile transactions, 17–18
- mercantilism, 41
- monopoly, 21; bilateral, 56; cartel, 22; fear of, xiii; price regulation, government, and, 38–39; return limited for, 38; risk of, 31; state-protected, xiii, 32–33, 36–37, 57, 62; technology mitigating, 61–62. *See also* cartels/cartelization
- multilateralism, 73
- mutual gain, viii, 13, 17
- National Labor Relations Act, viii, 45, 55–56; limitations/influence of, 57–58
- National Labor Relations Board v. Jones & Laughlin Steel Corp.*, 59
- national socialism, socialism v., 7
- nationalization, 11
- natural reason, 3
- natural resources, 4
- Nebbia v. New York*, 39
- New Deal, xii, 34, 59
- Norris-LaGuardia Act, 55
- Office of Fair Trading (U.K.), 65
- parity principle, 28–29
- Parker v. Brown*, 32–33
- patents, 4–5
- Peel, Robert, 72
- picketing, 54–55
- political favoritism, ix
- political sympathy, 26
- positive-sum games, 12
- predation, 23
- pricing, cartels, new members, and, 33; competitive, 28; determination of, 37; discrimination of, 25; government regulation of, for public interest, 38; lower, for maximizing profits, 42; maintenance of, 28–29; monopoly, government, and regulation of, 38; as restraint of trade, 30–34; stabilization, 35
- private initiatives, 69
- private property, 13, 68; contempt for, 6–7; limitations on, xiii; security for, 16
- products, fungible, 24; individualized, 24–25; raw, 42; standardization of, 24–25
- Progressives, xii–xiii
- property rights, 12, 14
- prosperity, social, 8
- protectionism, 35, 36, 41, 42, 73

## Index

83

- public goods, rules for provision  
of, ix  
public interest, 38
- reciprocity, sequential, 72  
recruitment, costs of, 47  
*res extra commercium*, 53–54  
Ricardo, David, 42  
*The Road to Serfdom* (Hayek), 7  
Robinson, Joan, 71  
Roman legal education, 1–2  
Roosevelt, Franklin D., vii, 29, 36;  
misguided economic policies of,  
7
- Sacks, Jonathan, 69n4  
Safeway, 74–75  
self-correction, 46  
self-help, 14  
self-interest, 12–13, 15, 42  
self-protection, 53  
Sherman Act, 31, 32, 50  
*Skepticism and Freedom* (Epstein), 9  
Smith, Adam, xiii, 21–22, 41  
Smoot-Hawley tariff, 36  
social improvement, 18  
socialism, computer calculation  
debate for, 9–10; easy cases  
between libertarianism and, 8–11,  
17, 18, 20; hard cases between  
libertarianism and, 8–11; national  
socialism v., 7; weakness of, 9–  
10, 11, 68  
Soviet Union, 7  
Stalin, Joseph, 7  
standardization, of products, 24–25  
state, intervention in market, 11,  
24–26, 27, 28–30; monopoly for  
decentralized economy, 14–15; -  
protected cartel/monopoly, xiii,  
32–33, 36–37, 57, 62. *See also*  
government  
strike, 59; in United Kingdom, 52  
subsidies, viii; agricultural, viii, 29–  
30, 38–42, 70; overproduction of  
goods from, 39; public benefit  
for, 39; tariffs, protection, and,  
38–42  
supermarkets, 26n1  
supply and demand, 21, 29  
Supreme Court, National Labor  
Relations Act supported by, 59;  
procompetitive rulings by, viii;  
yellow-dog contract defended by,  
53
- Taft-Hartley Act (1947), viii, 59–60  
takeover, 74–76  
tariffs, xii, 34, 36; agriculture,  
protectionism, and, 39–42;  
cartels and, 40; currency,  
reducing demands on, and, 42;  
reducing, 72; steel, 60  
taxation, 15, 16  
technology, 61–62  
territorial principle, 43  
tort law, 52, 66  
trade, liberalization (U.K.), 72;  
negotiations, 73; restraint of, 30–  
34  
Trade Disputes Act (U.K.), 52  
trade unions. *See* labor  
unions. *See* labor  
United Kingdom (U.K.),  
cartelization in, 52–53, 71;  
Competition Commission in, 75;  
law, economics, and, 65–66, 76–  
77; Parliament as supreme in,  
58; takeover regulation in, 74–76  
United States (U.S.), cartelization  
in, 53–59  
*United States v. E.C. Knight Co.*, 58  
*U.S. v. Wrightwood*, 37
- Veljanovski, Cento, 65–66  
voluntary exchange, free  
international trade from, 71;  
libertarianism, viii, 12–14, 68–  
69; security for, and government

- voluntary exchange (*continued*)  
  regulation, 16; undue influences  
  on, 17–18
- wage, minimum, 58
- Wagner, Johanna, 48
- The Wealth of Nations* (Smith), 22,  
  41
- Webb-Pomerine Act, 33
- West Coast Hotel v. Parrish*, 58
- Wickard v. Filburn*, 37
- Wincott, Harold, vii, 3, 8
- Wm. Morrison, 75
- worker, compensation, 58;  
  unorganized, 55–56
- working hours, 74
- World Trade Organization, 40, 41,  
  73
- yellow-dog contract, 53