

# Ethics, Efficiency, and the Market

Allen Buchanan

*University of Arizona*

ROWMAN & LITTLEFIELD PUBLISHERS, INC.

# Contents

<i>Preface</i>	ix
<i>Acknowledgments</i>	xi
<b>1</b> <i>Introduction</i>	1
The Aims of This Book	1
The Distinction Between Efficiency Arguments and Ethical Arguments	3
The Paretian Concept of Efficiency	4
<b>2</b> <i>Efficiency Arguments For and Against the Market</i>	14
Efficiency Arguments for the Market	14
Efficiency Arguments Against the Market: Major Sources of Inefficiency	19
The Problem of Comparing Whole Systems	36
<b>3</b> <i>Moral Arguments For and Against the Market</i>	47
The Social Darwinist Argument	49
The Argument from Desert	51
Arguments from Mutual Advantage and Utilitarian Arguments	54
The Argument from Lockean or Libertarian Moral Rights	64
The Argument from Liberty	78
The Argument from the Conditions for the Effective Exercise of Basic Rights	81
The Argument from Exploitation	87
The Argument from Alienation and the Concept of Positive Freedom	95

The Market and Nonmarket Forms of Interaction	101
4 <i>Market Socialism—Separating the Market from Private Property in the Means of Production</i>	104
Two Types of Market Socialism	104
Market Socialism and the Socialist Tradition: The Great Concession	106
The Socialist Calculation Debate	109
Conclusions	117
<i>Notes</i>	118
<i>Glossary</i>	124
<i>Bibliography</i>	127
<i>Index</i>	133