

CONTENTS

Preface ix

Part I

GLOBAL ECONOMICS 1

Global Imbalances and Domestic Inequality 5

A World of Convergence 8

Austere Growth? 11

Should Central Banks Target Employment? 15

The Great Disconnect 19

The End of Convergence? 22

Northern Europe's Drag on the World Economy 26

Catching Up at Different Speeds 29

Tailspin or Turbulence? 32

The Future of Economic Progress 35

The Oil Price Opportunity	39
Can Trade Agreements Stop Currency Manipulation?	42
Is Uber a Threat to Democracy?	45

Part II

**THE SOCIAL CONTRACT, PUBLIC POLICY,
AND INEQUALITY 49**

The Inequality Trap	53
What Role for the State?	56
The Centrists Cannot Hold	60
Economic Policy's Narrative Imperative	64
Balancing the Technocrats	68
The Next Social Contract	71
The Great War and Global Governance	74
Good Governance and Economic Performance	78
The Great Income Divide	82
A Great Breakdown?	85
Publicly Funded Inequality	88
The Paradox of Identity Politics	91
A New Birth for Social Democracy?	95
Restoring Yesterday's Hope for Tomorrow's World	99

Part III

EUROPE: BEYOND CRISIS MANAGEMENT	105
The Global Future of Europe's Crisis	111
Rebalancing the Eurozone	115
Mario Draghi's Guns of August	118
Europe's Vital French Connection	122
Back to the Brink for the Eurozone?	125
David Cameron's European Spaghetti Bowl	128
The European Consequences of Germany's Election	132
Europe's Political Transcendence	135
Democracy in Europe	139
Revamping Europe's Tattered Social Contract	142
Europe's Franco-German Dream Team	145
Still No Exit for Greece	148
Fiscal Austerity versus European Society	152
E Pluribus Europe?	155
Two Europes in One	159
Notes	163
Index	175