“*Return to Order* provides an interesting analysis of how the United States has departed from the spiritual, cultural, and economic precepts that supported the founding and the early history of our republic. It also sets forth valuable recommendations for restoring our society to its foundation of ordered liberty and traditional values.”

— The Honorable Edwin Meese III
Former Attorney General of the United States

“This is a timely and important book as our nation faces one of the most critical challenges in its history. Overcoming the economic disaster America is facing cannot be solved simply through economic policy. Americans and their leaders must put in place policy that will restore values, work ethics, and, as the author points out so well, honor…. Restoring honor to our economic landscape will put the nation on the path to recovery.”

— Lt. Gen. Benjamin R. Mixon (USA-ret.)
Former Commanding General, United States Army Pacific

“The depth of knowledge and originality of Horvat’s analysis, plus the scope and inspiration of his vision for a true solution to our current economic crisis, make *Return to Order* worthy of becoming the bedside book for those who believe America is worth fighting for.”

— Joseph M. Scheidler
National Director, Pro-Life Action League

“By calling the reader to embrace the cardinal virtues of temperance, justice, prudence and fortitude, *Return to Order* suggests a practical pathway to avoid the economic and spiritual crises that are looming before us and, by means of religious conversion, reestablish a right order for human flourishing. I hope that this work will receive the attention it so deserves.”

— Most Rev. John C. Nienstedt
Archbishop of Saint Paul and Minneapolis

“Horvat’s fabulous analysis of our present crisis can and should be a most important instrument in reshaping the educational foundations of our youth, preparing them for leadership...”

— David S. Miller
Senior Vice President, US Bank

“John Horvat sounds a clarion call for a return to fiscal and moral sanity. A must read!”

— Col. George E. “Bud” Day (USAF-ret.)
Medal of Honor and POW
The central theme of frenetic intemperance is original, interesting, and compelling. The diagnosis of contemporary social maladies must focus on moral failings, and Return to Order rightly does so. Its insightful thesis deserves wide circulation and consideration.

— Kevin E. Schmiesing, Ph.D.  
Research Fellow, Acton Institute for the Study of Religion and Liberty;  
Book Review Editor, Journal of Markets & Morality

Inside the chaos of our days, the book is a welcome beacon that helps us get our bearings and set us on the path to true order. It defines real leadership and calls all to virtue and trust in Providence. It is my fervent hope that this book will get the attention it deserves and that it will help bring about God's highest designs for the American people at this crossroads in history.

— H.I.R.H. Prince Bertrand of Orleans-Braganza  
Prince Imperial of Brazil

If our nation ever needed to return to traditional values, it is now. We are committing suicide; but each of our problems has at its roots a moral solution found in the tenets of the Christian tradition that is at the foundation of our being. Return to Order does a great job of highlighting the source and solution to our impending demise.

— Maj. Gen. Patrick H. Brady (USA-ret.)  
Medal of Honor

Anyone who considers the ongoing public debate as superficial—most reform proposals indeed merely want to cure the symptoms, yet do not address the underlying causes—should study Mr. Horvat's Return to Order. It is to be hoped that this book reaches a large reading public and will have an impact on public policy, theoretical debates and personal decisions alike.

— Gregor Hochreiter  
Director, Institute of Applied Economics and Western Christian Philosophy (Vienna, Austria)

...[Horvat] would likely fall into the company of such traditional conservative scholars as Russell Kirk or Richard Weaver. This is a perceptive and exciting book explaining how these traditional understandings and principles can form the bedrock of our personal and corporate philosophy today.

— G. Daniel Harden, Ph.D.  
Emeritus Professor of Education, Washburn University  
Chairman, Kansas Governmental Ethics Commission

This excellent work is an in-depth study of the history and cause of our present-day economic and spiritual crisis, and it gives us a well-reasoned solution to our plight as well. I am pleased to recommend it.

— Most Rev. James C. Timlin  
Bishop Emeritus of Scranton

Horvat calls for an order that combines the virtues of tested traditions with the creative potential of the free economy: a combination of a structured order based on traditional values and the spontaneous order of economic systems based on private property. He uses the term 'frenetic intemperance' to describe the type of life which does not leave room for family, creative leisure, and prayer. A call for more balance in our economies and our lives.

— Alejandro Chaufuen, Ph.D.  
President, Atlas Economic Research Foundation

A fabulous study!

— Malcolm S. Morris  
Chairman, Stewart Title Guaranty Company

In this very well-documented and argued work, John Horvat ingeniously demonstrates how the four cardinal virtues are the basis of a free and prosperous society. This is a work that should be on every economics and social science bookshelf. It touches on the very basis of the problems in our modern economy and society. I highly recommend this enjoyable book.

— Prof. Harry C. Veryser  
Author and Former Director of Graduate Studies in Economics,  
University of Detroit Mercy

The restoration of economic and social peace in our disordered society is something for which all men of good will yearn. John Horvat has given us in his excellent book, Return to Order, a catechism of principles to guide all our efforts to restore economic and social peace to America.

— Most Rev. Rene H. Gracida  
Bishop Emeritus of Corpus Christi

It's rare that a book of this depth is also such a pleasure to read. Horvat's critique of contemporary America's 'frenetic intemperance' rings true, laying bare modern man's confusion and anomie amid plenty. An erudite cultural sculptor, Horvat chisels away materialism's false promises and points toward God as the source of the higher revelation that makes beauty, heroism, nobility, sacrifice and true vocation discoverable and meaningful.

— Robert Knight  
Columnist and author

Return to Order touches on matters that apply not only to America but everywhere. Modern economy is in trouble and this book zeroes in on the problem of frenetic intemperance in an original and convincing manner. Best of all, author John Horvat offers organic Catholic solutions that are both so needed and so refreshing. I hope this book gets wide circulation and recommend it to all those who want real answers to vital questions.

— H.H. Duke Paul of Oldenburg  
Director, Brussels Office of Federation Pro Europa Christiana
“Return to Order is a clear, engaging read that, by delineating some fundamentals of the natural order, will empower you to spot many of today’s disorders—even some you may have unconsciously bought into. Such was my experience... I was enlightened... ‘The book is interesting, clear and enlightening.’
— Patrick F. Fagan, Ph.D.
Director, Marriage & Religion Research Institute (MARRI)

“We have abandoned morality in the economic life, together with beauty and the Christian spirit. In Return to Order, John Horvat argues that the return to Christian values and their observance, both by entrepreneurs and government leaders, is the best protection against the present, constantly recurring crises.”
— Paweł Tobola-Pertkiewicz
President, Polish-American Foundation for Economic Research & Education

“Horvat’s thesis that frenetic intemperance has driven many, if not all, of today’s economic problems bears close consideration.... This book should be read and its recommendations followed by those who know a Return to Order in the twenty-first century is sorely needed.”
— Lt. Col. Joseph J. Thomas (USMC-ret.), Ph.D.
Distinguished Professor of Leadership Education,
United States Naval Academy

“Like the true cultural conservative he is, John Horvat takes on the idols of technological, economic, and political power. These powers exacerbate the human tendency toward frenetic intemperance.”
— Richard Stivers, Ph.D.
Emeritus Professor of Sociology, Illinois State University

“In an intellectually compelling and practical way, Return to Order reminds us that economy and religion are deeply connected, and that, with the family at the center, we can hope to be freed from the frenzy in which our society finds itself. I highly recommend this book.”
— Fr. Frank Pavone
National Director, Priests for Life

“This book proposes a revitalization of long standing Christian practices as an antidote to current economic discontinuities. Using practical minded recommendations to resolve massively complex societal issues, Return to Order is a proposal that should be welcomed by those looking for a path to economic recovery and a tempering of future disruptions.”
— John B. Powers
President, Chicago Daily Observer

* Titles and affiliation of the above individuals with businesses, institutions or organizations are provided for identification purposes only
RETURN TO ORDER

Where We’ve Been,
How We Got Here, and
Where We Need to Go

From a Frenzied Economy
to an Organic Christian Society
DEDICATION

To Prof. Plinio Corrêa de Oliveira,
Catholic thinker, man of action and champion
for the cause of Christian civilization.
His example and great virtue gave courage to many.
His Catholic vision inspired this work.
Foreword

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The argument presented in this book is very unique in that it is at the same time very old and very new. It reaches back through the philosophers to the thoughts of Plato and Aristotle. In his book, *The Republic*, Plato presents an argument that the state of the Commonwealth is the state of the individual souls writ large. Plato saw in democratic societies a danger that the desires of the people for bodily satisfactions would outrun the resources of the State and result, eventually, in a tyranny.

Aristotle also was concerned about the problems of the democratic society in which people, being free, would allow their desires to become disorderly and inimical to the common good. To overcome this tendency, he recommended a mixed or constitutional regime.

This argument was taken up in the mid-twentieth century by the prominent writer Russell Kirk. In an important essay, “The Problem of Social Justice,” Kirk argued that disorder in the soul reflects itself in disorder in the Republic.

In *Return to Order*, John Horvat II continues the argument by teasing
out its application to the present twenty-first century. Applying it to
the economic, financial, social, and finally moral crisis faced by West-
ern civilization, he argues for a return to the cardinal virtues, particu-
larly temperance. This is a new way of looking at the present economy
and social order.

While Plato and Aristotle focused on the political factors—that of a
democratic society and the inordinate desire of the population to use
political measures to achieve their satisfactions—Horvat sees our
enormous technological success, from the Industrial Revolution to our
days as a major factor. With the increase in productivity, the masses
were able to realize a standard of living heretofore only dreamed of by past
generations. As more desires were fulfilled, this led to frantic explo-
sions of expectations. So great was the desire to fulfill these benefits
that political society began to break down the necessary preconditions
for a prosperous society. Intemperance reigned!

Since intemperance is a matter of habit, the masses became habit-
uated to great expectations and fulfillment, until finally, in the words
of one economist, they began to consume the seed corn of moral cap-
ital. In this way, self-interest exhausted itself in intemperance.

It was almost as if a young man, left with a great legacy by his grand-
parents, destroyed the trust fund. One could go back to Scripture to
the story of the Prodigal Son where the young man, having received
great wealth, wasted it in intemperate desires.

Horvat sees America as that type of society. He argues that that the
inability of many to control their desires led to “frenetic intemperance”
setting the tone for society as a whole. And what was the consequence?
The profligate wasting of a great inheritance.

Horvat calls us to return to our Father’s House, not just individually,
but collectively. If we do this, not only will we restore our individual
souls to a more virtuous state, but America will be a great and pros-
perous nation once more.
society will survive. The course is plotted to send us to our ruin, but all the while the bands play on.

Instead of confronting these problems head on, many are looking for ways to prolong the party. No one dares to declare that the party is over.

Ill-equipped to Face the Storm
The problems inside our cruise ship are compounded by those outside it. We are facing an impending economic collapse that appears on the horizon like a gathering storm. Few want to admit the storm is approaching. When the full thrust of this storm will break—be it months or even a few years—is difficult to determine. We do not know exactly how it will strike or the precise means to avoid it.

What we do know is that a storm lies ahead. It is not just a passing tempest for we already feel its strong winds. By its sheer magnitude, we sense there is something about this particular crisis that touches the very core of our American order. It will have political, social, and even military consequences. What makes it so grave is that our ship seems so ill-equipped and its crew so divided as we approach the ever more menacing storm.

In the past, we had a unity and projection that helped us stay the right course in storms like these. We were a people solidly united around God, flag, and family, but now all seems fragmented and polarized. By our great wealth and power, we once held the respect and awe of nations, but now we are unexpectedly attacked by unforeseen enemies and forsaken by friends and allies. Now, our certainties are shaken; our unity is in doubt. There is anxiety and dark pessimism about our future.

Our Purpose
The American Society for the Defense of Tradition, Family and Property (TFP) is a group of Catholic countrymen concerned about the state of the nation. This concern prompted the formation of a study commission that would delve deeply into the causes of the present economic crisis. Motivated by love for God and country, we now enter into the debate with the findings of this commission. We will be indicating where we as a nation went wrong. Our desire is to join with all those practical-minded Americans who see the futility of prolonging the party. The time has come to declare the party over. Now is the time to batten down the hatches and plot a course in face of the raging tempest ahead.

Although the storm be treacherous, we need not sail on uncharted seas. That is why these considerations spring from our deep Catholic convictions and draw heavily from the Church’s social and economic teachings, which gave rise to Christian civilization. We believe these teachings can serve as a lighthouse; they contain valuable and illuminating insights that will benefit all Americans since they are based not only on matters of the Faith but also upon reason and principles of the natural order.

Having this lighthouse is a matter of great urgency because we navigate in dangerous waters. We cannot follow the socialistic courses to anarchy and revolution that have shipwrecked so many nations in history. Unless we have the courage to draw upon our rich Christian tradition and place our trust in Providence, we will neither steer clear of disaster in the coming storm nor arrive to safe harbor.

Since the storm is principally economic in nature, that will be our main focus. However, this is not an economic treatise. Rather, we offer an analysis based on observations of economic developments in history from which we have constructed a number of theses, which we present succinctly without excessive proofs or examples.

To develop fully every thesis is a vast task beyond the scope of this
work. Our purpose is to provide a platform for debate; to point in the general direction of a remedy. We invite those who enter into this debate to apply the broad principles found here to the concrete circumstances.

A Great Imbalance in Economy
Our main thesis centers on a great imbalance that has entered into our economy. We do not think it is caused by our vibrant system of private property and free enterprise as so many socialists are wont to claim. What is at fault is something much more profound yet difficult to define.

We believe that, from a perspective that will later become clear and not denying other factors, the main problem lies with a restless spirit of *intemperance* that is constantly throwing our economy out of balance. It is made worse by a *frenetic* drive generated by a strong undercurrent in modern economy that seeks to be rid of restraints and gratify disordered passions. We call the resulting spirit *frenetic intemperance,* which is now pushing the country headlong into the throes of an unprecedented crisis.

In the course of our considerations, we will first look at this frenetic intemperance and see how it manifests itself in our industrialized economy. We will look at the unbalanced drive to reach gigantic proportions in industry and the mass standardization of products and markets. We will analyze its urge to destroy institutions and breakdown restraining barriers that would normally serve to keep economies in balance.

We will then show how this frenetic intemperance has facilitated certain errors that extend beyond economy and shape the way we live. To illustrate this, we will discuss the frustrations caused by an exaggerated trust in our *technological society,* the terrifying isolation of our *individualism,* and the heavy burden of our *materialism.* We will highlight the bland *secularism* that admits few heroic, sublime, or sacred elements to fill our lives with meaning. Far from promoting a free market, frenetic intemperance undermines and throws it out of balance and even prepares the way for socialism. The tragic effect of all this is that we seem to have lost that human element so essential to economy. Modern economy has become cold and impersonal, fast and frantic, mechanical and inflexible.

The Missing Human Element
In their zeal for maximum efficiency and production, many have cut themselves off from the natural restraining influence of human institutions such as custom, morals, family, or community. They have severed their link with tradition where customs, habits, and ways of being are passed from generation to generation. They have lost the anchors of the cardinal virtues that should be the mooring for any true economy.

The result is a society where money rules. Men put aside social, cultural, and moral values, adopting a set of values that attaches undue importance to quantity over quality, utility over beauty, and matter over spirit. Free of traditional restraints, those under this rule favor the frantic dealings, speculation, and exaggerated risks by which they have sent our economy into crisis.

Finding Remedies
If frenetic intemperance is the main cause of this economic imbalance, the quelling of this restless spirit must figure in the solution. To this end, we need to reconnect with that human element that tempers the markets and keeps them free.

The model we will present is the organic socio-economic order that was developed in Christendom. Inside this organic framework, we find timeless principles of an economic order, wonderfully adapted to our human nature. This gives rise to markets full of exuberant vitality and refreshing spontaneity. There is the calming influence of those natural braking institutions—custom, family, the Christian State, and the Church—which are the very heart and soul of a balanced economy.
Economy becomes anchored in the virtues, especially the cardinal virtues. Inside this order, the rule of money is replaced by another rule that favors honor, beauty, and quality.

Yet we must stress that this is a Christian order suited to the reality of our fallen nature. It is well adapted to both the sufferings and joys that this vale of tears affords. Indeed, we are reminded that it was born under the constant shadow of the Cross with Christ as Divine model.

By studying the principles of this order, we can come to have a notion of what our ideal should be and how it might be obtained.

With the menacing storm on the horizon, the stage is set for a great debate over where we are now, and where we need to go. At this point, our principal concern will be to understand both the nature of the storm we face and that of the harbor we seek. Only then can we chart a course for the future.
The present crisis is like a gathering storm that threatens to overwhelm the nation.
Throughout our history, we have always relied upon a dominant socio-economic model that has helped us navigate through storms and shape our way of life. This American model has survived economic booms and busts, the Great Depression, world wars, recessions, and times of unrest. We find it portrayed in our literature and films. It influences how we live and interpret reality to such a degree that it is difficult to imagine life outside this model.

In the face of our present crisis, this model no longer works as it once did. It is breaking down, and hence our first task is to understand this dominant American model and where it went wrong.

A Description of This Model
We can identify two main elements in this dominant model. The first is a vibrant economic system with a great dynamo of production that churns out material comfort and well-being. With a healthy regard for private property and free enterprise inside the rule of law, this model has given us great abundance and prosperity.

The second element is a corresponding American way of life whereby we enjoy the fruits of this production. Above all, it supports a dream—the idea that everyone must have the maximum amount of freedom to pursue their personal happiness so long as it does not interfere with another’s dream. The result is a practical way of life where all can pursue their dreams and celebrate life’s small joys, domestic virtue, and financial success. This way of life supports an atmosphere of mutual cooperation where individuals and families within their communities all get along while pursuing their individual interests. This system promotes and rewards hard work, initiative, and an optimistic can-do mind-set.

Components of a Consensus
The key to the success of this model lies in a great universal consen-
A Co-op Nation

This American model presents a formula for running the country that we might liken to that used by a thriving farm co-op or public corporation of shareholders.2

This co-op mentality leads citizens to act as if their connection to our country works like a co-op membership full of legitimate benefits with distributed risks, voting privileges, few liabilities, and plenty of recreational opportunities. As long as an atmosphere of well-being and happiness exists, members renew their membership with great enthusiasm. Many have even taken their membership in the co-op as a kind of entitlement in which benefits are seen as rights. This enthusiasm is aided by a strong economic foundation that practically guarantees some degree of prosperity.

As a result, this cooperative union is remarkably resistant to crisis. Doomsayers have often predicted its ruin. Nevertheless, as long as this economic model maintains the outward appearance of prosperity and confers benefits, liberties, and entitlements upon its citizens, we will have the consensus necessary to maintain our union—even in times of great moral decadence like our own. In theory, it might be argued that our cooperative union can last indefinitely.

Despite its intensely self-interested nature, this American model has endeared itself to countless Americans since it has often delivered growth, prosperity and relative peace where everyone seemed to get along. Many even regarded this practical blueprint for success as a redemptive formula that should be adopted by all mankind, and they have preached this American way to the nations with almost missionary zeal.

America in Crisis

This model can only work as long as everyone agrees to get along and cooperate. When the economic dynamo stalls or sputters, discord arises. When the vague moral code of the consensus begins to crumble, trust and confidence disappear. In periods of prolonged crisis like the present one, this cooperative model breaks down.

2. We already find in the literature of the Founding Fathers references to the nation as a “commercial republic,” a union of legitimate self-interest, providing prosperity and security. Matthew Spalding and Patrick J. Garrity, A Sacred Union of Citizens: George Washington’s Farewell Address and the American Character (Lanham, Md.: Rowman and Littlefield, 1996), 63.
Then we see factions forming. Polarizing debates arise where each wants to blame the other for the failure of the co-op. Elections resemble shareholder brawls where officers are frequently changed. The opportunities for profit diminish. The co-op now appears to work contrary to the membership’s interests. It is, so to speak, not paying out dividends but distributing uncertainties that cause anxiety, depression, and stress. This raises questions as to whether ours is really a redemptive formula for all mankind.

In presenting this American model, we do not wish to insinuate that all Americans equally adhere to it. We are not affirming that “co-op Americans” lack patriotic sentiments, or that other competing models do not exist. All we are saying is that, generally speaking, this cooperative model has dominated the American way of life and is now in crisis.

The unthinkable is now happening: Our cooperative union is unraveling; our consensus is crumbling; and the dynamo of our production is slowing down. We must now deal with this frightening prospect.

**DEFINING THE AMERICAN COOPERATIVE UNION**

Our American cooperative union can be defined as our dominant socio-economic model consisting of a vibrant economic system that produces a great abundance and a corresponding American way of life by which we enjoy it. Those adhering to this model see our country working like a farm co-op membership or shareholder company full of legitimate benefits, voting privileges, and entitlements.

To understand the present crisis, we must now see why our cooperative union is failing. We believe the cause is found in an element of imbalance that has entered into the dynamic economic system that is the centerpiece of our American model. This, in turn, has had an effect upon our corresponding way of life.

**Use of the Term “Capitalism”**

When speaking of imbalance in our economy, many are quick to lay the blame upon capitalism as a system since we have long gloried in being the capitalist nation par excellence. We do not agree with such an evaluation. In its purely popular sense understood by most Americans, capitalism is a market system of production and consumption that protects the right of private property and free enterprise under the rule of law. In this sense, it is a useful system that has produced general prosperity for our nation. Hence, it cannot be the target of our criticism.

Yet capitalism also cannot be the battle line in our defense. The word has other meanings that we cannot endorse. The Left, for example, has long used this term to describe the system’s shortcomings or excesses, while some libertarians have used it to promote a radical anarchical agenda.

That is why we must carefully avoid the trap of using the word indiscriminately. Because of the misuses of the word, it is wiser to follow the advice of Jesuit economist Fr. Bernard Dempsey, who claims that capitalism is a word incapable of scientific definition, and one that should only be used with great reluctance and care, commenting: “Only a very foolish general accepts battle on terrain of his adversary’s choice.”