# The JOURNAL of ECONOMIC HISTORY

VOLUME 59

SEPTEMBER 1999

NUMBER 3

# PUBLISHED FOR THE ECONOMIC HISTORY ASSOCIATION IN COOPERATION WITH THE UNIVERSITY OF ARIZONA

# DELLA PAOLERA AND TAYLOR

Economic Recovery from the Argentine Great Depression: Institutions, Expectations, and the Change of Macroeconomic Regime

### HIGGS

From Central Planning to the Market: The American Transition, 1945-1947

# FERDERER AND ZALEWSKI

To Raise the Golden Anchor? Financial Crises and Uncertainty During the Great Depression

# FLECK

The Marginal Effect of New Deal Relief Work on County-Level Unemployment Statistics

# **NICHOLAS**

Clogs to Clogs in Three Generations? Explaining Entrepreneurial Performance in Britain Since 1850

# ROSENBLOOM AND SUNDSTROM

The Sources of Regional Variation in the Severity of the from U.S. Manufacturing, 1919–1937

# CAREY

Investigating a Debt Channel for the Smoot-Hawley Tar. Sovereign Bond Market

NOTES AND DISCUSSION: EJRNÆS AND PERSSON, LA CROI

REVIEW ARTICLE: VON TUNZELMANN

CHADWICK CAMPUS

# FOR REFERENCE ONLY

Bolton Institute of Higher Education

CAMBRIDGE

# THE JOURNAL OF ECONOMIC HISTORY

ISSN 0022-0507

Published for the Economic History Association in Cooperation with The University of Arizona by Cambridge University Press

**EDITORS** 

GARY LIBECAP

IAN DE VRIES

### EDITORIAL STAFF

SUSAN ISAAC AND HEATH PEARSON, ASSISTANT EDITORS
THOMAS WEISS. EHA EXECUTIVE DIRECTOR

# EDITORIAL BOARD

Steven Broadberry, University of Warwick John Brown, Clark University
Colleen Callahan, Lehigh
Charles Calomiris, Columbia
Gregory Clark, California, Davis
Joseph P. Ferrie, Northwestern
Avner Greif, Stanford
Timothy W. Guinnane, Yale
Jane Humphries, Cambridge
John James, Virginia

Mary MacKinnon, McGill University
Robert McGuire, University of Akron
John Nye, Washington University
Kevin O'Rourke, University College, Dublin
Elyce Rotella, Indiana
Peter Solar, Free University of Brussels
William A. Sundstrom, Santa Clara University
David Weiman, Queens College, CUNY
David Wheelock, Federal Reserve Bank, St. Louis
Jan-Luiten Van Zanden, University of Utrecht

Aims and Scope: The Journal of Economic History seeks to promote the scholarly study of economic aspects of the human past from a diversity of perspectives, notably those of economists and historians. By encouraging careful formulation of issues and clear exposition of methods, THE JOURNAL hopes to stimulate discourse among scholars with varied interests and modes of inquiry.

THE JOURNAL is abstracted in *The Journal of Economic Literature*, which is part of the DIALOG on-line data service, and in *Sociological Abstracts*. Back issues of THE JOURNAL (5-years-old and older) are available on-line to JSTOR subscribers. Http://JSTOR.ORG.

Instructions for Contributors: Articles on economic history and related aspects of history or economics will be considered for publication by the Editors on the understanding that the articles have not previously been published and are not under consideration elsewhere. Papers should indicate the wider significance of detailed original research findings as well as the logic and limitations of specialized techniques of analysis. Comments and shorter notes are also welcome. The JOURNAL does not accept unsolicited book reviews, nor can it honor requests to review particular works. Contributions should be kept within 35 double-spaced pages, inclusive of footnotes, references, figures, and tables. Three copies of each manuscript should be submitted. Prospective contributors may obtain a copy of the Style Sheet for The JOURNAL from the Editorial Office. A submission fee of \$25.00 or a year's membership (fee schedule below) is required from nonmembers of the Association.

Editorial Office Address: The Editors, *The Journal of Economic History*, Karl Eller Center, 202 McClelland Hall, University of Arizona, P.O. Box 210108, Tucson, AZ 85721-0108, U.S.A. Telephone: (520) 621-2575, FAX: (520) 626-5269, E-mail: sisaac@u.arizona.edu.

Association Office Address and Membership Information: Individuals who are members of the Economic History Association receive THE JOURNAL as part of their annual dues. Membership rates (in U.S. dollars) are \$40.00 for those with income above \$40,000 a year; \$25.00 for those with income below \$40,000; \$15.00 for students and for professors emeriti who have been members of the Association for ten years; \$800.00 or 20 times the annual rate for life membership. Payment of additional \$32.00 permits joint membership with the Economic History Society (UK). Applications and inquiries concerning membership should be addressed to the Economic History Association, Dept. of Economics, 213 Summerfield, University of Kansas, Lawrence, KS 66045-2113. Telephone: (913) 864-3501.

Subscription, Publishing, and Advertising Office Address: Cambridge University Press, 40 West 20th Street, New York, NY 10011-4211, U.S.A.; or Cambridge University Press, The Edinburgh Building, Shaftesbury Road, Cambridge CB2 2RU, England.

Subscription Information: The Journal of Economic History is published quarterly in March, June, September, and December. Annual institutional subscription rate (1999) is US \$104.00 in the United States, Canada, and Mexico, UK £69.00 elsewhere. Individuals may subscribe by becoming a member of the Economic History Association (see above). Prices include surface postage and insurance.

# Copyright © 1999 The Economic History Association

All rights reserved. No part of this publication may be reproduced, in any form or by any means, electronic, photocopying, or otherwise, without permission in writing from Cambridge University Press. *Photocopying information for users in the U.S.A.*: The Item-Fee Code for the publication (0022-0507/99 \$9.00 + .10) indicated that copying for internal or personal use beyond that permitted by Sec. 107 or 108 of the U.S. Copyright Law is authorized for users duly registered with the Copyright Clearance Center (CCC) Transaction Reporting Service, provided that the appropriate remittance of \$9.00 per article is paid directly to CCC, 222 Rosewood Drive, Danvers, MA 01923. Specific written permission must be obtained for all other copying.

The Journal of Economic History (USPS 279-580) is published quarterly by Cambridge University Press. Periodicals postage paid at New York, NY and additional mailing offices. Postmaster: Send address changes to The Journal of Economic History, Cambridge University Press, 110 Midland Avenue, Port Chester, NY 10573-9864.

Printed in the United States of America.

# THE JOURNAL OF ECONOMIC HISTORY

Volume 59 Number 3 September 1999 ARTICLES GERARDO DELLA PAOLERA AND ALAN M. TAYLOR Economic Recovery from the Argentine Great Depression: Institutions, Expectations, and the Change of Macroeconomic 567 Regime ROBERT HIGGS From Central Planning to the Market: The American Transition, 1945-1947 600 J. PETER FERDERER AND DAVID A. ZALEWSKI To Raise the Golden Anchor? Financial Crises and Uncertainty 624 During the Great Depression ROBERT K. FLECK The Marginal Effect of New Deal Relief Work on County-Level **Unemployment Statistics** 659 TOM NICHOLAS Clogs to Clogs in Three Generations? Explaining Entrepreneurial Performance in Britain Since 1850 688 JOSHUA L. ROSENBLOOM AND WILLIAM A. SUNDSTROM The Sources of Regional Variation in the Severity of the Great Depression: Evidence from U.S. Manufacturing, 1919–1937 714 **KEVIN CAREY** Investigating a Debt Channel for the Smoot-Hawley Tariffs: Evidence from the Sovereign Bond Market 748 NOTES AND DISCUSSION METTE EJRNÆS AND KARL GUNNAR PERSSON Grain Storage in Early Modern Europe 762 SUMNER J. LA CROIX Economic Integration and Convergence: A Second Decomposition 773 Method SUKKOO KIM Decomposing U.S. Regional Incomes: A Reply 779

# **REVIEW ARTICLE**

G.M. sassa Maranasa sassa sa		
G. N. von Tunzelmann, Big Business, Growth, and Decline		787
EDITORS' NOTES		795
REVIEWS OF BOOKS		
ANCIENT AND MEDIEVAL		
ANCIENT AND MEDIEVAL		
FAVIER. Gold and Spices: The Rise of Commerce in the Middle Ages  7. The Commerce in the Wind Medical Links and Allert an	M. Mate	797
ZUPKO AND LAURES. Straws in the Wind: Medieval Urban Environmental Law—The Case of Northern Italy CARPENTIER AND LE MENÉ, La France du XIe au XVe siècle.	W. H. TeBrake	798
Population, société, économie	K. L. Reyerson	799
MODERN EUROPE		
HARTE, Ed. The New Draperies in the Low Countries and		
England, 1300-1800	K. Davids	801
BRENNAN. Burgundy to Champagne: The Wine Trade in Early Modern France Champagne: The Wine Trade in Early	J. V. C. Nye	803
CULLEN. The Brandy Trade under the Ancien Régime: Regional Specialisation the Charente SCOTT. Regional Identity and Economic Change: The Upper	P. C. Reynaud	804
Rhine, 1450–1600	T. McIntosh	805
EMMER. The Dutch in the Atlantic Economy, 1580–1880: Trade,		
Slavery and Emancipation	W. Klooster	807
MURPHY. John Law: Economic Theorist and Policy-Maker	L. Neal	808
BERG AND BRULAND, Eds. Technological Revolutions in Europe:	4 7 77 11	
Historical Perspectives	A. J. Field	810
PALAIRET. The Balkan Economies, c. 1800–1914: Evolution	I D I amma	011
Without Development	J. R. Lampe	811
WELLHOFER. Capitalism, Democracy and Empire in Late Victorian Britain, 1885–1910	A. Klug	813
CHURCH AND OUTRAM. Strikes and Solidarity	J. G. Treble	815
WEAVER. The Hammonds: A Marriage in History	E. Fitzpatrick	816
OLECHNOWICZ. Working-Class Housing in England Between	L. I itzpatrick	010
the Wars: The Becontree Estate	T. Hinchcliffe	817
GUIRAO. Spain and the Reconstruction of Western Europe,	1. 11	011
1945–1957: Challenge and Response	P. B. Radcliff	818
NEAL AND BARBEZAT. The Economics of the European Union	1. 2. 1	010
and the Economies of Europe	R. T. Griffiths	820
MODERN AFRICA, ASIA, AND LATIN AMER	<b>JCA</b>	
WEBSTER. Gentlemen Capitalists: British Imperialism in South		
East Asia, 1770–1890	N. Tarling	821
DYE. Cuban Sugar in the Age of Mass Production: Technology	•	
and the Economics of the Sugar Central, 1899-1929	A. Hanley	822

# UNITED STATES AND CANADA

METTLER. Dividing Citizens: Gender and Federalism in New		
Deal Public Policy	M. A. Thomasson	824
GREENE. Pure and Simple Politics: The American Federation		
of Labor and Political Activism, 1881–1917	C. M Moehling	825
GALL. Pursuing Justice: Lee Pressman, the New Deal, and		
the CIO	G. Friedman	826
CARLTON. A Breed So Rare: The Life of J. R. Parten, Liberal		
Texas Oil Man, 1896–1992	D.Lueck	828
LAIRD. Advertising Progress: American Business and the Rise		
of Consumer Marketing	M.L.Olney	830
BALDASTY. E. W. Scripps and the Business of Newspapers	L. Cain	831
ADAMS AND BUTLER. Manufacturing the Future: A History of		
Western Electric	E. E. Zajac	832
TONE. The Business of Benevolence: Industrial Paternalism in		
Progressive America	P. V. Fishback	833
ALSTON AND FERRIE. Southern Paternalism and the American		
Welfare State: Economics, Politics, and Institutions in the		
South, 1865–1965	D. W. Allen	835
JACOBY. Modern Manors: Welfare Capitalism Since the New		
Deal	P. V. Fishback	836
INGERSOLL. Mammon and Manon in Early New Orleans: The		
First Slave Society in the Deep South, 1718–1819	A. P. O'Brien	838
NEWELL. From Dependency to Independence: Economic		
Revolution in Colonial New England	W. B.Rothenberg	839
MATSON. Merchants & Empire: Trading in Colonial New York	J. F. Shepherd	<b>84</b> 1
EGNAL. New World Economies: The Growth of the Thirteen		
Colonies and Canada	M. McInnis	843
KOISTINEN. Planning War, Pursuing Peace: The Political		
Economy of American Warfare, 1920–1939	R.Higgs	845
ESPELAND. The Struggle for Water	M Gisser	846
CLAYTON AND GILLMAN, Eds. Supreme Court Decision-		
Making: New Institutionalist Approaches	T. E. George	849
HALTIWANGER, MANSER, AND TOPEL, Eds. Labor Statistics		
Measurement Issues	J. DiNardo	851
CONTENTS AND AGGOVES AND AGGOVES		
GENERAL AND MISCELLANEOUS		
FEI AND RANIS. Growth and Development from an Evolutionary	,	
Perspective	S. De Castro	853
LAMOREAUX, RAFF, AND TEMIN, Eds. Learning by Doing in Mo	arkets,	
Firms, and Countries	J. A. Nickerson	854
LAPIDES. Marx's Wage Theory in Historical Perspective: Its		
Origins, Development, and Interpretation	H. Pearson	855
COTTRELL, TEICHOVA, AND YUZAWA, Eds. Finance in the Age	of	
the Corporate Economy. The Third Anglo-Japanese Business		
History Conference	Y. Cassis	857
TEICHOVA, KURGAN-VAN HENTENRYK, AND ZIEGLER, Eds.		
Banking, Trade and Industry: Europe, America and Asia fron	1	
the Thirteenth to the Twentieth Centuries	H. Bodenhorn	858