### Contents

<table>
<thead>
<tr>
<th>Section</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>Foreword</td>
<td>ix</td>
</tr>
<tr>
<td>Acknowledgments</td>
<td>xiii</td>
</tr>
<tr>
<td><strong>Introduction:</strong> A Golden Age of Discovery</td>
<td>1</td>
</tr>
<tr>
<td><strong>Part One: Personal Finance:</strong> Earning, Saving, Investing, and Retiring</td>
<td>15</td>
</tr>
<tr>
<td>Chapter 1: Economist Discovers a Painless Way to Triple Your Savings Rate: The $90 Billion Opportunity</td>
<td>17</td>
</tr>
<tr>
<td>Chapter 2: Modern Portfolio Theory: Can You Beat the Market?</td>
<td>25</td>
</tr>
<tr>
<td>Chapter 3: Yes, You Can Beat the Market ... with Less Risk</td>
<td>31</td>
</tr>
<tr>
<td>Chapter 4: High-Return Investing: Lessons from Yale’s Endowment Fund</td>
<td>41</td>
</tr>
<tr>
<td>Chapter 5: How Chile Created a Worker-Capitalist Revolution</td>
<td>47</td>
</tr>
<tr>
<td>Chapter 6: The Call for Social Security Reform</td>
<td>53</td>
</tr>
<tr>
<td>Chapter 7: $4,000 a Month from Social Security?</td>
<td>57</td>
</tr>
</tbody>
</table>
Chapter 8: How the Private Sector Solved Its Own Pension Crisis
Chapter 9: The Four Sources of Happiness: Is Money One of Them?

Part Two: Economists Enter the Corporate Boardroom

Chapter 10: Improving the Bottom Line with EVA
Chapter 11: How Ludwig von Mises Helped Create the World’s Largest Private Company

Part Three: Solving Domestic Problems

Chapter 12: Look, Ma’am, No Traffic Jams!
Chapter 13: Patient Power: The New Consumer-Driven Medical Plan
Chapter 14: Back to Basics: Competition Enters the Classroom
Chapter 15: Chicago Gun Show
Chapter 16: Economists Catch Auction Fever
Chapter 17: If You Built It Privately . . . They Will Come: The Economics of Sports Stadiums
Chapter 18: Who Is Henry Spearman? Economics of the Mystery Novel

Part Four: Solving International Problems

Chapter 19: Eco-nomics Debate: Angry Planet or Beautiful World?
Chapter 20: The Population Bomb: Economists Enter the Malthusian Debate
Chapter 21: A Private-Sector Solution to Extreme Poverty
Chapter 22: Poverty and Wealth: India versus Hong Kong
Chapter 23: How Real Is the Asian Economic Miracle?
Chapter 24: Whatever Happened to the Egyptians?
Chapter 25: The Irish Economic Miracle: Can We Grow Faster?
Contents

Chapter 26: The Marginal Tax Revolution: The Laffer Curve Goes Global 171
Chapter 27: The Debate over Economic Inequality: The Rich Get Richer, and the Poor Get . . . 177
Chapter 28: One Graph Says It All: The Development of the Economic Freedom Index 185
Chapter 29: Amazing Graph: Economists Enter Sacred Ground 197
Chapter 30: Peace on Earth, Good Will toward Men: The Case for Religious Competition 201

Part Five: Predicting the Future 205

Chapter 31: New Yale Forecasting Model: Has the Irving Fisher Curse Been Lifted? 207
Chapter 32: Forecasting Elections: Economists Do It Better! 213
Chapter 33: What Drives the Economy and Stocks: Consumer Spending or Business Investment? 217
Chapter 34: The Midas Metal: A Golden Comeback 225
Chapter 35: Is Another Great Depression Possible? 233
Chapter 36: Today’s Most Influential Economist? 239
Chapter 37: Economics for the 21st Century 243

Notes 247
About the Author 265
Index 267