Two Eighteenth-Century Writers Contemplate the Effects of Different Economic Structures

AMONG EIGHTEENTH-CENTURY public officials and commentators there existed a broad agreement that European economic life needed to be reorganized and stimulated to achieve greater productivity and wealth. These writers also understood that different modes of productive activity resulted in very different kinds of society. In these two documents a French writer bemoans problems of French agriculture and landholding while a Scottish writer praises the wealth and good society that flow from growing commerce and refinement of both mechanical and liberal arts.

QUESTIONS

1. Why does Turgot favor those farmers who can make investments in the land they rent from a proprietor?
2. What are the structures of the métayer system? Why did it lead to poor investments and lower harvests?
3. Why does Hume link industry and the arts?
4. How does he see a commercial, improving economy producing important intellectual outlooks and social skills?
5. What benefits to agriculture might Hume have assigned to prosperous cities, and what benefits might Turgot have seen agriculture contributing to urban life?

I. Turgot Decrees French Landholding

During the eighteenth century, many observers became keenly aware that different kinds of landholding led to different attitudes toward work and to different levels of production and wealth. Robert Jacques Turgot (1727–1781), who later became finance minister of France, analyzed these differences in an effort to reform French agriculture. He was especially concerned with arrangements that encouraged long-term investment. The métayer system Turgot discusses was an arrangement whereby landowners had land farmed by peasants who received part of the harvest as payment for working the land, but the peasant had no long-term interest in improving the land. Virtually all observers regarded the system as inefficient.

1. What really distinguishes the area of large-scale farming from the areas of small-scale production is that in the former areas the proprietors find farmers who provide them with a permanent revenue from the land and who buy from them the right to cultivate it for a certain number of years. These farmers undertake all the expenses of cultivation, the ploughing, the sowing and the stock of the farm with cattle, animals and tools. They are really agricultural entrepreneurs, who possess, like the entrepreneurs in all other branches of commerce, considerable funds, which they employ in the cultivation of land. . . .

They have not only the brawn but also the wealth to devote to agriculture. They have to work, but unlike workers, they do not have to earn their living by the sweat of their brow, but by the lucrative employment of their capital, just as the ship owners of Nantes and Bordeaux employ theirs in maritime commerce.

2. Métayer System The areas of small-scale farming, that is to say at least four-sevenths of the kingdom, are those where there are no agricultural entrepreneurs, where a proprietor who wishes to develop his land cannot find anyone to cultivate it except wretched peasants who have no resources other than their labor, where he is obliged to make, at his own expense, all the advances necessary for tillage, beasts, tools, sowing, even to the extent of advancing to his métayer the wherewithal to feed himself until the first harvest, where consequently a proprietor who did not have any property other than his estate would be obliged to allow it to lie fallow.

After having deducted the costs of sowing and feudal dues with which the property is burdened, the proprietor shares with the métayer what remains of the profits, in accordance with the agreement they have concluded. The proprietor runs all the risks of harvest failure and any loss of cattle; he is the real entrepreneur. The métayer is nothing more than a mere workman, a farm hand to whom the proprietor surrenders a share of his profits instead of paying wages. But in his
work the proprietor enjoys none of the advantages of the farmer who, working on his own behalf, works carefully and diligently; the proprietor is obliged to entrust all his advances to a man who may be negligent or a scoundrel and is answerable for nothing.

This métayer, accustomed to the most miserable existence and without the hope and even the desire to obtain a better living for himself, cultivates badly and neglects to employ the land for valuable and profitable production, by preference he occupies himself in cultivating those things whose growth is less troublesome and which provide him with more foodstuffs, such as buckwheat and chestnuts which do not require any attention. He does not worry very much about his livelihood; he knows that if the harvest fails, his master will be obliged to feed him in order not to see his land neglected.


II. David Hume Praises Luxury and the Refinement of the Arts

David Hume (1711–1776) was a Scottish philosopher, historian, and economic commentator. He was deeply committed to the modernization of the Scottish and wider European economy through the growth of commerce and the fostering of improved means of mechanical production. In this essay published in 1752 he outlined the beneficial social consequence he saw resulting from commercial wealth and new mechanical inventions. He believed such economic activity not only increased riches but also produced a population capable of providing a national defense. He was quite concerned to demonstrate that luxury and the economy that fostered it would not lead to moral decay.

In times when industry and the arts flourish, men are kept in perpetual occupation, and enjoy, as their reward, the occupation itself, as well as those pleasures which are the fruit of their labour. The mind acquires new vigour; enlarges its powers and faculties; and by an assiduity in honest industry, both satisfies its natural appetites, and prevents the growth of unnatural ones, which commonly spring up, when nourished by ease and idleness... .

Another advantage of industry and of refinements in the mechanical arts, is, that they commonly produce some refinements in the liberal; nor can one be carried to perfection, without being accompanied, in some degree, with the other...

The more these refined arts advance, the more sociable men become... . They flock into cities; love to receive and communicate knowledge; to show their wit or their breeding; their taste in conversation or living, in clothes or furniture. Curiosity allure the wise, vanity the foolish, and pleasure both. Particular clubs and societies are everywhere formed: Both sexes meet in an easy and sociable manner: and the tempers of men, as well as their behaviour, refine apace. So that, beside the improvements which they receive from knowledge and the liberal arts, it is impossible but they must feel an encrease of humanity, from the very habit of conversing together, and contributing to each other's pleasure and entertainment. Thus industry, knowledge, and humanity, are linked together by an indissoluble chain, and are found, from experience as well as reason, to be peculiar to the more polished, and, what are commonly denominated, the more luxurious ages... .

But industry, knowledge, and humanity are not advantageous in private life alone: They diffuse their beneficial influence on the public, and render the government as great and flourishing as they make individuals happy and prosperous. The encrease and consumption of all the commodities... . are advantageous to society, because... . they are a kind of storehouse of labour, which, in the exigencies of state, may be turned to the public service. In a nation, where there is no demand for such superfluities, men sink into indolence, lose all enjoyment of life, and are useless to the public, which cannot maintain or support its fleets and armies, from the industry of such slothful members.