To a large part of the American public, Europe has become “a dirty word.” Even respectable Republicans echo Mitt Romney’s campaign promise “I do not want to become more like Europe” while the Alt-Right is promoting a visceral fear of “socialism” so as to defend American exceptionalism and encourage anti-EU populism in Europe. President Donald Trump’s call to “make America great again” is also predicated on seeing the European Union as “the enemy” which has cheated the US in trade and freeloaded to secure its defense. So as to reject the continental preference for peace, equality and civility the conservative media have been predicting the Strange Death of Europe – even if that has refused to happen. In the rightist discourse, Europe has become a symbol for everything it detests.

For more liberal Americans Europe has, nonetheless, retained some of its allure as holiday destination, trading partner or political alternative. Before the corona crisis, transatlantic airlines continued to be full of vacation travelers, looking forward to taking in sights like St. Mark’s square in Venice, and back-packing students, intent on exploring the continent with Eurail passes. Moreover, the business class was usually occupied by managers, shuttling to continental subsidiaries or consulting European headquarters of companies with US locations. Finally, to politicians of the Left like Bernie Sanders and moderates like Joseph Biden, the European way still suggests some progressive policy alternatives which, if adopted, could improve the lives of many Americans.

To resolve this contradiction with reliable information on present-day Europe, this reflection draws on theoretical discussions of a “history of the present” that goes beyond journalistic snapshots by putting current events into a longer time-frame. Looking for bearings in a rapidly changing world is difficult since the outcome of developments is not yet known and the archival record remains inaccessible. Nonetheless, a systematic review of public debates can provide a more stable perspective that differentiates short range panics from longer structural trends. The source base for such a study consists of speeches and interviews by political actors, as well as commentary in the leading media and by social scientists buttressed by statistics and survey data. Finally, personal impressions from six decades of transatlantic working add lived experiences to the analysis.

On the one hand, this intervention seeks to reaffirm Europe’s Promise for those Americans who are searching for a reasonable alternative to Trumpist populism. Though both sides share fundamental values such as human rights, democracy and capitalism, their imple-

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6Steven Hill, Europe’s Promise. Why the European Way is the Best Hope in an Insecure Age, Berkeley 2010.
mentation is increasingly diverging.⁷ In contrast to the US frequent resort to military force, most Europeans believe in peaceful diplomacy and multilateralism. Unlike the neoliberal American faith in unbridled competition, Europe prefers to curb financial speculation so as to avoid periodic crashes. While the gap between rich and poor is widening in America, this discrepancy is more limited by a generous welfare state on the continent. Comparisons show that many Europeans live more satisfying lives according to a whole spate of criteria, ranging from health care to gun control.⁸

On the other hand, this essay intends to encourage the Europeans themselves to renew their efforts to safeguard their own model against the pressures of globalized competition. The negative stereotypes of the „Brussels bureaucracy“ as well as the prevalent crisis rhetoric have undercut much of the prior progress on integration. Moreover, a group of illiberal populists like the Hungarian Victor Orban is eroding human rights and opposing common solutions to vital questions like migration. Though recognizing the economic clout of the EU, foreign leaders often ridicule its diplomatic and military weakness. Some concerned intellectuals have therefore issued a manifesto for a European Republic: „It is time to turn the promise inherent in Europe into a reality“ so that „a common market and a common currency can be created within a common European democracy.“¹⁹

A Promising Future
With the lifting of the Iron Curtain, the European future looked quite bright in 1989/90. Facilitated by détente, the overthrow of Communism in Eastern Europe ended the Cold War, and forced the Red Army to withdraw, leading to the implosion of the Soviet Union. This

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peaceful revolution from below opened the door to a post-communist transformation among the former satellite states, initiating an exciting transition to democracy and capitalism. Concurrently, the process of West European integration picked up speed and eventually included most of Eastern Europe in NATO and the EU. After half a century of near warfare, the end of ideological confrontation and the reunification of Germany finally offered all Europeans a chance to live in peace, freedom, and prosperity.¹⁰ How did this opportunity come about, what obstacles did it have to overcome and what consequences did it involve?

The downfall of Communism in Europe in 1989/91 was simply the most important caesura after the end of the Second World War, since it ended the Cold War and liberated Eastern Europe from Soviet control. On closer inspection, it was both a collapse from above and an overthrow from below, because without the erosion of party resolve and the courage of dissidents, the popular contestation could not have succeeded. Especially astounding was the generally peaceful nature of the system’s change which at other times had required a major war. A rather improbable constellation brought Communism to its knees: A climate of détente encouraged attempts at party reform which allowed dissidents to demand human rights and ordinary people to call for a better life. Since both sides were willing to talk, the result was a „negotiated“ or „pacted revolution“ that allowed a return to democracy.¹¹

In spite of the non-violent transfer of power, the East European upheaval was a real revolution that overturned politics, economics, society and culture. According to Jack Goldstone the „color revolutions“ in Eastern Europe „unfolded as a series of moderate confrontations between crowds engaged in peaceful demonstrations and powerful

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¹⁰Andreas Wirsching, Der Preis der Freiheit. Geschichte Europas in unserer Zeit, Munich 2012; Andreas Rödder, 21.0: Eine kurze Geschichte der Gegenwart, Munich 2015.
authoritarian states that [had] lost confidence to defend themselves. The latter conceded power to the opposition or negotiated a change of regime that became more democratic than before.\textsuperscript{12} In this definition the East European upheavals qualify as revolutions, since they fundamentally changed the political system, replaced planning with a market economy, restructured society and ended cultural censorship. Even if the transition was negotiated, these changes were revolutionary.

Virtually all participants in the peaceful revolution underestimated the enormity of the transformation which the overthrow of Communism would entail. In politics the shift involved a transition from a late socialist welfare-dictatorship to a parliamentary democracy; in economics it meant a change from a faltering planned economy to a competitive form of market capitalism; in international affairs it signaled the end of Soviet hegemony and the reemergence of nation states in the former bloc. But many commentators underrated the adjustment from party dominated collectivism to a person-centered individualism. They also failed to comprehend the effects of changing from a state sponsored Marxist ideology to a Western individualism and popular culture. No wonder that these multiple transitions proved both liberating and unsettling. Only some writers were able to portray what these changes meant to people caught up within them.\textsuperscript{13}

Though the East European mood has become less celebratory, supporters still maintain that the “great transformation” was largely a “success story”.\textsuperscript{14} In politics the restoration of civil rights created new opportunities for self-government even if democratization was more difficult than expected. In economics the reintroduction of competitive markets ended the stagnation of the planned economies with growth spurts that gradually closed the gap to Western living standards. In society the rejection of collectivism opened up space for individual life choices that widened the range of personal experiences. And in culture the end of censorship and Marxist indoctrination reconnected Eastern Europe to international debates and intellectual styles, not to mention global pop culture.\textsuperscript{15} As a result, the cities of the former Soviet satellites have become vibrant places with impressive prosperity and creativity.

At the same time, European integration has made further progress, both in deepening and widening the European Union. Instead of looking to the US model, commentators reflect on the complexity of the European project that appears both fragile and resilient, full of crises and defeats, yet doggedly pursuing further integration. Its triple structure of supranational, shared, and reserved policy fields suggests a tenuous compromise between supranationalism and intergovernmentalism, moderated by the principle of subsidiarity. Strong in community law and market competition, the Union remains weak in foreign policy, defense and social issues, though there is a tendency towards adding competence whenever a new problem like the policing of external borders appears.\textsuperscript{16} As a hybrid form of cooperation that both strengthens and surpasses its member states, the EU needs to be understood as an unfinished project.

Belying the popular rhetoric of doom, the transformation of Europe since 1990 has been nothing short of astounding. Though the transition to democracy and capitalism has been more painful than expected, on the whole it has brought Eastern Europe more freedom and prosperity than before. While the West has sought to deepen its integration project, the East has returned to Europe, joining both NATO and

\textsuperscript{12}Jack A. Goldstone, Rethinking Revolutions. Integrating Origins, Processes and Outcomes, Comparative Studies of South Asia, Africa and the Middle East 29 (2009), p. 18–32.


\textsuperscript{14}Hope Harrison, After The Berlin Wall. Memory and the Making of the New Germany, 1989 to the Present, Cambridge 2020.


the European Union. No doubt, the post-communist transformation has produced strains and disappointed hopes for perfect democracy and consumer wealth. Shedding decades of authoritarian legacy and advancing economic development have required enormous effort and massive aid to narrow the gap to the West.\textsuperscript{17} But at the beginning of the twenty-first century most Europeans had ample reason to look with optimism into a better future.

\textit{An Avalanche of Crises}

Just when everything seemed to be going well, a veritable avalanche of crises descended upon the European Union that threw its viability into doubt. Starting in the US, the fiscal debt crisis spilled over to Europe through the collapse of lending, endangering the solvency of heavily indebted Mediterranean countries as well as the survival of the Euro as a transnational currency. A few years later, a tidal wave of desperate African and Middle Eastern refugees washed up upon the continental shores, straining the capacity and willingness to help since fears of losing cultural identity and of terrorism sparked xenophobic resentment. Finally, the shocking exit of a previously ambivalent United Kingdom from the European Union after a contested referendum demonstrated the resurgence of nationalism.\textsuperscript{18} What were the causes of these reverses, what was their cumulative impact and how have the Europeans managed to deal with them?

Throughout the sovereign debt crisis journalists, economists and politicians predicted the imminent collapse of the Euro due to „the limited extent of political integration in Europe.“ In 2012 Martin Feldstein drastically claimed: „The Euro should now be recognized as an experiment that failed.“ This was not a result of „bureaucratic mismanagement but rather the inevitable consequence of imposing a single currency on a very heterogeneous group of countries.“ Because the Euro was based on a political decision to harness German power to European integration, others argued that it was far from an „optimum currency area“ and would never become an international rival to the dollar, since „the EU lacks the will, the ideas and the capacity to promote the Euro.“\textsuperscript{19} Greece could only save itself by leaving the Eurozone. Yet in spite of so many dire forecasts the Euro has miraculously survived.

Though correct on the delayed response to the threat of Grexit, most doomsayers underestimated the political commitment to European integration and misunderstood the bargaining process. Compared with the concerted action of the Fed, the vacillation of the ECB and the EU Commission did look frustrating. But in some ways the response to the Eurozone crisis was a strategy of „failing forward“ with members only making minimal concessions, and settling for the „lowest common denominator solutions“ due to intergovernmentalism. Moreover, the electorate in the fiscally sound countries resisted paying for the seeming profligacy of its neighbors. „To date, this sequential cycle of piecemeal reform, followed by policy failure, followed by further reform, has managed to sustain both the European project and the common currency.“\textsuperscript{20} While frustratingly slow, this decision-making process has ultimately come up with enough pragmatic compromises to rescue the common currency.

At the same time, a throng of refugees created a „migration crisis“ which overwhelmed all registration efforts at the border. Migration peaked in 2015, when 1,255,640 applicants petitioned the EU for asylum, over one third of them in Germany alone, followed by Italy with 335,350, and


France with 259,765. Previously the Dublin System had required asylum seekers to register at their first entry point into the EU – a regulation that put Italy and Greece on the front line. But when numbers exploded, the border authorities failed to keep up, shifting the problem to destination countries like Germany and Sweden. Since asylum decisions were a national matter, EU efforts to coordinate policies and redistribute migrants made little headway while the local authorities as well as charitable NGOs never had enough resources to care for the migrants.

As a result, rightwing backlash triggered restrictive responses from individual states as well as the EU as a whole. While the front-line countries received more financial help from Brussels, the xenophobic Balkan states also barricaded their frontiers, reducing registrations in Hungary from 177,132 in 2015 to 3,390 two years later. Even cosmopolitan places like Sweden cut down new arrivals from 162,459 to 26,325. In Germany Chancellor Merkel had great difficulty fending off attacks against her welcoming policy (“we can manage that”) from the xenophobic AfD party as well as her Bavarian coalition partner, the CSU. After years of dispute, EU leaders finally agreed to beef up Frontex, distribute migrants voluntarily, and try to stop newcomers before they reached the continent with processing centers in Turkey and North Africa.

Even in contrast to predictions of doom, the cascade of financial chaos, migration crisis and UK withdrawal has actually reinforced cooperation by showing what Europeans stood to lose.

**Continuing Strengths**

In spite of all the predictions of doom, Europe is still functioning quite well, in many respects perhaps even better than the United States. Most Europeans, for instance, can enjoy high speed train service, low cost higher education or long vacations while many Americans are stuck in traffic jams, have to pay high tuition or work longer hours.

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Contrary to neoliberal complaints, countries like Germany are highly competitive and have a huge trade surplus. Criticisms of social service fraud notwithstanding, states like Sweden enjoy a reinvigorated welfare system including ample child care that creates more equal life chances. And in contrast to Republican denials of global warming, some societies like Denmark have abandoned nuclear power and switched almost exclusively to renewable energy. Why are these Europeans more fortunate in such issues and what might Americans be able to learn from them?

One of the continental strengths is the social market economy which makes Germany as well as its neighbors competitive. In contrast to the British preference for financial services, the FRG remains rather production and export oriented. After the collapse of mass manufacturing, German companies have focused on the upper market segment, relying on quality and design. Since their venture into IT hardware and software was only moderately successful, they have specialized in medium high tech such as machine tools and luxury cars with Mercedes, BMW, Audi, and Porsche, making VW one of the biggest auto makers of the world. At the same time, they have become leaders in green technology and alternative energy.

In the Anglo-American media, this German model has provoked a considerable criticism for unnecessarily slowing down growth. Neoliberal commentators point to the rigidity of the labor market which protects employees against arbitrary firing. They also emphasize the many rules and regulations of Germany as well as the layers of bureaucracy which inhibit risk taking. The „non-market coordination, supplemented by a generous system of welfare protection” makes German goods often rather expensive. „Extensive cross-shareholdings, long term bank finance and co-determination” reduce the flexibility of the economy in responding to opportunities. In spite of such problems, Germany as the EU powerhouse remains one of the leading export nations and amasses an impressive balance of payments surplus.

Another European strength is its „miraculous welfare machine,” even if its maintenance is increasingly called into question by global competition. The difficulties of high wage countries competing with lower wage Asian rivals have fostered the emergence of a neoliberal discourse that denounces the excesses of the welfare state. While a middle-class tax-revolt rejects the high level of taxation and insurance premiums, economists complain that this „tax wedge” creates „strong disincentive effects on effective labor supply” as well as „a sizable black market economy.” Neoliberal experts charge that the centralization and bureaucratization of the welfare state have ballooned the public workforce and hampered innovation by preventing the starting of new businesses. A new consensus has emerged „that it is both necessary and possible to streamline the Swedish model, while preserving its key elements.”

The reform of the welfare states has therefore focused on its long-term fiscal sustainability by shifting from maintaining income to activating labor policies. On the negative side, governments have reduced top rates of income and inheritance taxes so as to stem capital flight into tax havens. The ensuing budget shortfalls forced cut-backs in benefits, lowering the replacement rates of unemployment insurance and limiting public payments to a basic security level. On the positive side,

governments have also invested in activating labor market policies to retrain the jobless and make it easier for women and immigrants to enter the labor force. Both policy changes were inspired by the belief that the key to welfare was not a high level of income maintenance but rather a speedy reentry into work, even if on a low wage level. Such reforms have not abolished but rather refocused European welfare states.

A final European strength is its fairly impressive response to the massive evidence of climate change. In an EU study, climatologists have ascertained that the decade from 2002 to 2011 „was the warmest on record in Europe, with European land temperature 1.3 degrees Celsius warmer than the preindustrial average.“ Heat waves have become more frequent and longer, drying up rivers and ruining crops through drought in Southern Europe. At the same time, increasing precipitation in Northern Europe has created flooding of towns and farmlands on the banks. During the last decades, changes like the rise of sea levels have become so extensive that many scientists have started to claim that the earth has entered a new geological epoch, called „Anthropocene,“ in which human beings have actually begun to transform the global environment.

Even if they have not always lived up to their own standards, the Europeans are on the right track in fighting global warming through reducing their carbon footprint. The shift of the Trump administration to outright denial leaves the EU as the only major power pushing for a reduction in greenhouse gas emissions. Led by Greta Thunberg’s *Friday for Future* movement, public opinion is solidly behind this commitment since „more than nine in ten respondents (94 per cent) say that protecting the environment is important to them personally.“

One key challenge for Brussels is to get all of the EU members to follow the Scandinavian example in improving recycling, reducing energy consumption, and avoiding single-use plastic packaging. Another task is to convince major polluters like China, India, Brazil, and the US to follow its example in combining economic growth with environmental protection. In the end, Europe has responded effectively to the problems of competitiveness, welfare reform and environmental protection.

**Common Challenges**

Confronting unprecedented challenges around the globe, the liberal democracies will only be able to master them, if they once again work closely together. While American leadership has been faltering, the Europeans have not always overcome their national divisions. The Russian annexation of Crimea and occupation of Eastern Ukraine as well as the continuation of Muslim terrorism have revived the need for NATO, though its mission remains uncertain. Similarly, an ugly wave of populism has threatened democratic self-government on both sides of the Atlantic, pushing politics to rightwing or leftwing extremism. Finally, Europe’s role in the world remains unclear since the transatlantic relationship is moving ever closer towards divorce while the rise of China is transforming the international order. How can the EU and the US put aside their quarrels and once again work together to address the global problems?

Time and again US leaders have been frustrated by continental foot-dragging in response to security threats, not realizing that the reason for it was a fundamental difference in military cultures. While in European memory war was immediate, devastating, and personally deadly, in American recollections war was overseas, technological, and generally victorious. As a result, Washington has been more willing to

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32 Timothy Snyder, The Road to Unfreedom. Russia, Europe, America, New York 2018.
employ force, entering a series of interventions in Afghanistan, Iraq, and the like, while European NATO members have remained split on whether or not to support them. Resentment at having to bear the costs of global leadership fuels Trump’s complaints about the inequality of sharing military burdens. Though technological sophistication and superior resources have brought the US spectacular victories, excessive reliance on military force has often lost the peace when confronted with complex sectarian antagonists.

In contrast, most Europeans have developed a decided preference for employing soft power in order to achieve their objectives, since they consider war only as a last resort rather than a method for addressing global problems. As a result of their bloody history, they generally favor conflict prevention through public diplomacy and economic incentives rather than the use of force. Unlike Washington’s recurrent tendencies towards unilateralism, the continents try to work through international organizations like the EU, UN, or NATO, even if this is an exasperating process that requires compromise. Except for some limited interventions in former colonies, they prefer to invest in mediation, peace-keeping, and aid for reconstruction. Unfortunately, this non-confrontational approach has risks of its own, since dictators like Milosevic or Putin (Russian militia) can count on European inaction when devising aggressive strategies.

The media are also full of laments about the crisis of representative democracy, predicting its imminent demise. Many citizens feel buffeted by impersonal forces such as economic globalization or electronic digitalization over which they have little or no control. Party politics seems to be a theater played by the political class in the capital, supported by remote media and has little to do with the cares of the common folk. Yet time and again, engaged minorities call for direct action, bypassing the cumbersome structures of democratic self-government. Emphasizing negative developments, the British political scientist Colin Crouch has coined the concept of „post-democracy“ to predict its demise. However, the German theoretician Klaus von Beyme has rejected this doomsday view by suggesting the label of „neo-democracy“ to denote the possibility of increased participation.

The relationship of populism to democracy is therefore ambivalent, since it „can work either as a threat to or a corrective from democracy.“ In weakening dictatorships like in late Communism, popular mobilization can strengthen democratization through public liberalization, regime transition, and constitutional reform. But in weak democracies, populism can also hasten the erosion of self-government by diluting civil rights, undercutting representative institutions, and creating repressive systems that maintain only the shell of self-government. The nationalist regimes of Kaczynski in Warsaw, Orban in Budapest and Babis in Prague are an example of the dangers of populist degeneration. It is this fear of de-democratization which rightwing movements have been inspiring during the last decade.

At the same time, the transatlantic relationship has been eroding since both partners are „drifting apart“ due to contradictory interpretations of shared values. Most people on both sides of the Atlantic believe in free elections, a fair judiciary and an unbiased media. But for Americans freedom means „to pursue life goals without state interference,“ while Europeans think that the „state guarantees[that] nobody is in need.“ In the US people claim that the path to personal success leads through individual effort, whereas on the continent folks are more conscious that it also depends „upon forces outside of their control.“ Many Americans understand security as the right to bear arms in self-defense, but Europeans tend to rely more on resolving con-

licts without violence. In these and other issues, misunderstandings are multiplying because the Cold War generations are passing away, fraying the civil society bonds that once underpinned the transatlantic relationship.

Although Europe no longer rules the world, it is too early to write off the old continent as a global player. To be true, the EU is not a military force and may never become a superpower due to its cultural diversity. But Europe’s splendid heritage is central to understanding the emergence of the modern world, spreading such values as scientific research around the globe. Moreover, with 450 million prosperous inhabitants the EU remains one of the top markets and a trading bloc with a global reach. At the same time the continental lifestyle is so attractive that millions of refugees and economic migrants are desperate to move there. Finally, the EU and its members are essential defenders of democratic governance and guardians of human rights. While the world wars have reduced Europe’s power and populism is testing its resolve, the continent continues to play a constructive role around the globe.

A Progressive Alternative

In the face of such multiple challenges Europe has shown a surprising resilience during the last generation. While the crises of sovereign debt, migration and Brexit quickly dispelled the post-Communist euphoria, the EU refused to crumble as its detractors predicted. But in spite of such strengths as competitiveness, social solidarity and environmentalism, it also failed to live up to idealist hopes for closer integration. Instead, Brussels frustratingly muddled through, coming up with last minute compromises to cope with problems at hand. Nonetheless, Europe gradually emancipated itself from US tutelage and developed its own version of Western values, thereby reversing the transatlantic relationship. No longer trying to copy the „American way of life“ as during the post-war era, Europe has created a model of its own whose best practices might offer some inspiration for progressive politics in the US.

A first European trait that is worth considering is the use of some form of proportional representation in order to encourage more citizen involvement. In contrast to the vote suppression of the Anglo-American „winner takes all“ process, this system more accurately reflects the wishes of the electorate by counting all the ballots even of smaller parties. To prevent fragmentation, it often includes a hurdle for parliamentary representation, which is set at 5 per cent in Germany. In contrast to the loose American structures, European parties are more disciplined bodies that are often supported by public funds. Since this constellation includes minority views, it leads to a higher participation rate during elections. The broader range of voices in parliament favors coalition governments which tend towards compromise, resulting in centrist policies. This proportional voting procedure, also used in the European Parliament, requires complex negotiations, but makes for better representation in the long run.

A second exemplary aspect is the generally peaceful international behavior of a Europe which has learned the lessons of two internecine wars. While individual countries still cling to national sovereignty in foreign and security policy, their cooperation in the EU is an attempt to avoid the repetition of earlier bloodshed. Though often disagreeing on controversial issues, Brussels speaks with a more united voice in matters of global trade, favoring a balance between free exchanges and protection of its own market. The European states are heavily


involved in international organizations such as the UN and the WTO, supporting the liberal world order that emerged after World War Two. With the exception of the wars of Yugoslav succession, this preference for resolving problems by negotiation has pacified Europe and has contributed to reducing tensions in other crisis regions, even if it had occasionally to be supplemented by force.41

A third worthwhile characteristic of the European model is the welfare state, which was propagated by the labor movement from the late 19th century on. Since neoliberals in the UK have prevented a Europeanization of social policy, it has largely remained a preserve of the EU member states. However, the expansion of benefits stopped during the stagflation and deindustrialization of the 1970s. Instead, the return to a market ideology fostered by a middle class tax revolt led to a considerable retrenchment in government services. But far from collapsing, the welfare state has been reformed, moving from subsidizing wage replacements to enabling recipients to re-enter the job market through additional training and child-care.42 Though strained by demands for equality, migration pressures, and aging populations, support for social policy has continued, absorbing almost half of the budget of most European states.

Taken together, these traits of the European model constitute a progressive alternative because they provide a better quality of life for most citizens than the celebrated „American dream.” The latter offers perhaps a higher income, bigger houses, grander SUVs – but this is purchased by social inequality, a lack of health insurance, rampant racism and job insecurity. People who have lived in Europe prize its „social safety net” such as „access for all to child care, medical and parental leave from work, tuition free college, a living stipend, universal health care and generous pensions.” Such benefits unquestionably require paying higher taxes, but they also provide greater services that make life more agreeable.43 Many Americans who would also love to enjoy such advantages might want to develop their own version by selective borrowing from the continent. Far from collapsing, Europe, in its best sense, has become a model for progressive politics.