

I. Hard Times | WHAT WERE the causes and consequences of the Great Depression?

No event of the twentieth century had a more profound impact on American life than the Great Depression of the 1930s. Statistics can document a slumping economy, mass unemployment, and swelling relief rolls—but these numbers tell only part of the story. The emotional and psychological toll of these years, what one writer called “the invisible scar,” must also be considered in understanding the worst economic crisis in American history. Even today, Depression-era experiences retain a central, even mythical, place in the lives and memories of millions of American families.

American Communities-Sit Down Strike at Flint

In the gloomy evening of February 11, 1937, 400 tired, unshaven, but very happy strikers marched out of the sprawling automobile factory known as Fisher Body Number 1 in Flint, Michigan. Most carried American flags and small bundles of clothing. A makeshift banner on top of the plant announced “Victory Is Ours.” A wildly cheering parade line of a thousand supporters greeted the strikers at the gates. Shouting with joy, honking horns, and singing songs, the celebrants marched to two other factories to greet other emerging strikers. After forty-four days, the great Flint sit-down strike was over.

Flint was the heart of production for General Motors, the largest corporation in the world. In 1936, GM’s net profits had reached \$285 million, and its total assets were \$1.5 billion. Originally a center for lumbering and then carriage making, Flint had boomed with the auto industry during the 1920s. Thousands of migrants streamed into the city, attracted by assembly-line jobs averaging about \$30 a week. By 1930, Flint’s population had grown to about 150,000 people, 80 percent of whom depended on work at General Motors. A severe housing shortage made living conditions difficult. Parts of the city resembled a mining camp, with workers living in tar-paper shacks, tents, and even railroad cars.

The Great Depression hit Flint very hard. Employment at GM fell from a 1929 high of 56,000 to fewer than 17,000 in 1932. As late as 1938, close to half the city’s families were receiving some kind of emergency relief. By that time, as in thousands of other American communities, Flint’s private and county relief agencies had been overwhelmed by the needs of the unemployed and their families. Two new national agencies based in Washington, D.C., the Federal Emergency Relief Administration and the Works Progress Administration, had replaced local sources of aid during the economic crisis. These New Deal programs embodied a new federal approach to providing relief and employment to American communities unable to cope with the enormity of mass unemployment.

The New Deal also encouraged labor organizing by legally assuring the right to union membership for the first time in American history. The United Automobile Workers (UAW) came to Flint in 1936, seeking to organize GM workers into one industrial union. The previous year, Congress had passed the National Labor Relations Act (also known as the Wagner Act), which made union organizing easier by guaranteeing the right of workers to join unions and bargain collectively. The act established the National Labor Relations Board to oversee union elections and prohibit illegal anti-union activities by employers. But the obstacles to labor organizing were still enormous.

Unemployment was high, and GM had maintained a vigorous anti-union policy for years. By the fall of 1936, the UAW had signed up only a thousand members. The key moment came with the seizure of two Flint GM plants by a few hundred auto workers on December 30, 1936. The idea was to stay in the factories until strikers could achieve a collective bargaining agreement with General Motors. “We don’t aim to keep the plants or try to run them,” explained one sit-downer to a reporter, “but we want to see that nobody takes our jobs. We don’t think we’re breaking the law, or at least we don’t think we’re doing anything really bad.”

A new and daring tactic—the sit-down strike—gained popularity among American industrial workers during the 1930s. In 1936, there were 48 sit-downs involving nearly 90,000 workers, and in 1937 some 400,000 workers participated in 477 sit-down strikes. Sit-downs expressed the militant exuberance of the rank and file. As one union song of the day put it:

*When they tie the can to a union man,
Sit down! Sit down!
When they give him the sack they’ll take him back,
Sit down! Sit down!
When the speed up comes, just twiddle your thumbs,
Sit down! Sit down!
When the boss won’t talk don’t take a walk,
Sit down! Sit down!*

The Flint strikers carefully organized themselves into what one historian called “the sit down community.” Each plant elected a strike committee and appointed its own police chief and sanitary engineer. No alcohol was allowed, and strikers were careful not to destroy company property. Committees were organized for food preparation, recreation, sanitation, education, and contact with the outside. A Women’s Emergency Brigade—the strikers’ wives, mothers, and daughters—provided crucial support preparing food and maintaining militant picket lines.

As the strike continued through January, support in Flint and around the nation grew. Overall production in the GM empire dropped from 53,000 vehicles per week to 1,500. Reporters and union supporters flocked to the plants. On January 11, in the so-called Battle of Running Bulls, strikers and their supporters clashed violently with Flint police and private GM guards. Michigan governor Frank Murphy, sympathetic to the strikers, brought in the National Guard to protect them. He refused to enforce an injunction obtained by GM to evict the strikers.

In the face of determined unity by the sit-downers, GM gave in, and recognized the UAW as the exclusive bargaining agent in all sixty of its factories. The strike was perhaps the most important in American labor history, sparking a huge growth in union membership in the automobile and other mass-production industries. Rose Pesotta, a textile union organizer, described the wild victory celebration in Flint’s overflowing Pengelly Building: “People sang and joked and laughed and cried, deliriously joyful. Victory meant a freedom they had never known before. No longer would they be afraid to join unions.”

Out of the tight-knit, temporary community of the sit-down strike, emerged a looser yet more permanent kind of community: a powerful, nationwide trade union of automobile workers. The UAW struggled successfully to win recognition and collective bargaining rights from other carmakers, such as Chrysler and Ford. The national UAW, like other new unions in the mass-production industries, was composed of locals around the country. The permanent community of unionized auto workers won significant improvements in wages, working conditions, and benefits. Locals also became influential in the political and social lives of their larger communities—industrial cities such as Flint, Detroit, and Toledo. Nationally, organized labor provided crucial political support for many of the social welfare initiatives associated with the New Deal: federal relief, a Social Security system, new standards regulating minimum wages and maximum hours, and Washington-based efforts to improve the nation’s housing. By the late 1930s, conservative resistance would limit the scope of New Deal reforms. But organized labor would remain a crucial component of the New Deal political coalition, and a key power broker in the Democratic Party, for decades to come.

The Bull Market

Stock trading in the late 1920s captured the imagination of the broad American public. The stock market resembled a sporting arena, millions following stock prices as they did the exploits of Babe Ruth or Jack Dempsey. Many business leaders and economists as much as told Americans that it was their duty to buy stocks. John J. Raskob, chairman of the board of General Motors, wrote an article for the Ladies’ Home Journal titled “Everybody Ought to Be Rich.” A person who saved \$15 each month and invested it in good common stocks would, he claimed, have \$80,000 within twenty years.

During the bull market of the 1920s, stock prices increased at roughly twice the rate of industrial production. Paper value far outran real value. By the end of the decade, stocks that had been bought mainly on the basis of their earning power, which was passed on to stockholders in the form of dividends, now came to be purchased only for the resale value after their prices rose. Anyone reading the financial pages of a newspaper would be amazed at the upward climb. In 1928 alone, for example, the price of Radio Corporation of America stock shot up from 85 points to 420; Chrysler stock more than doubled, from 63 to 132.

Yet only about 4 million Americans owned any stocks at all, out of a total population of 120 million. Many of these stock buyers had been lured into the market through easy-credit, margin accounts. Margin accounts allowed investors to purchase stocks by making a small down payment (as low as 10 percent), borrowing the rest from a broker, and using the shares as collateral, or security, on the loan. Just as installment plans had stimulated the automobile and other industries, “buying on the margin” brought new customers to the stock market. Investment trusts, similar to today’s mutual funds, attracted many new investors with promises of high returns based on their managers’ expert knowledge of the market. Corporations with excess capital found that lending money to stockbrokers was more profitable than plowing it back into their own plants to develop new technologies. All these new approaches to buying stock contributed to an expansive and optimistic atmosphere on Wall Street.

The Crash

Although often portrayed as a one- or two-day catastrophe, the Wall Street crash of 1929 was in reality a steep slide. The bull market peaked in early September, and prices drifted downward. On October 23, the Dow Jones industrials lost 21 points in one hour, and many large investors concluded the boom was over. The boom itself rested on expectations of continually rising prices; once those expectations began to melt, the market had to decline. On Monday, October 28, the Dow lost 38 points, or 13 percent of its value. On October 29, “Black Tuesday,” the bottom

seemed to fall out. More than 16 million shares, more than double the previous record, were traded as panic selling took hold. For many stocks, no buyers were available at any price.

The situation worsened. The market's fragile foundation of credit, based on the margin debt, quickly crumbled. Many investors with margin accounts had no choice but to sell when stock values fell. Since the shares themselves represented the security for their loans, more money had to be put up to cover the loans when prices declined. By mid-November, about \$30 billion in the market price of stocks had been wiped out. Half the value of the stocks listed in The New York Times index was lost in ten weeks.

The nation's political and economic leaders downplayed the impact of Wall Street's woes. Secretary of the Treasury Andrew Mellon spoke for many in the financial world when he described the benefits of the slump: "It will purge the rottenness out of the system. High costs of living and high living will come down. People will work harder, live a more moral life. Values will be adjusted, and enterprising people will pick up the wrecks from less competent people." At the end of 1929, hardly anyone was predicting that a depression would follow the stock market crash.

Underlying Weaknesses

It would be over-simple to say that the stock market crash "caused" the Great Depression. But like a person who catches a chill, the economy after the crash became less resistant to existing sources of infection. The resulting sickness revealed underlying economic weaknesses left over from the previous decade. First, workers and consumers by and large received too small a share of the enormous increases in labor productivity. Between 1923 and 1929, manufacturing output per worker-hour increased by 32 percent. But wages during the same period rose only 8 percent, or one-quarter the rise in productivity. Moreover, the rise in productivity itself had encouraged overproduction in many industries. The farm sector had never been able to regain its prosperity of the World War I years. Farmers suffered under a triple burden of declining prices for their crops, a drop in exports, and large debts incurred by wartime expansion.

The most important weakness in the economy was the extremely unequal distribution of income and wealth. In 1929, the top 0.1 percent of American families (24,000 families) had an aggregate income equal to that of the bottom 42 percent (11.5 million families). The top 5 percent of American families received 30 percent of the nation's income; the bottom 60 percent got only 26 percent. About 71 percent of American families had annual incomes below \$2,500. Nearly 80 percent of the nation's families (21.5 million households) had no savings; the top 0.1 percent held 34 percent of all savings. The top 0.5 percent of Americans owned 32.4 percent of the net wealth of the entire population—the greatest such concentration of wealth in the nation's history.

The stock market crash undermined the confidence, investment, and spending of businesses and the well-to-do. Manufacturers decreased their production and began laying off workers, and layoffs brought further declines in consumer spending, and another round of production cutbacks. A spurt of consumer spending might have checked this downward spiral, but consumers had less to spend as industries laid off workers and reduced work hours. With a shrinking market for products, businesses were hesitant to expand. A large proportion of the nation's banking funds were tied to the speculative bubble of Wall Street stock buying. Many banks began to fail as anxious depositors withdrew their funds, which were uninsured. Thousands of families lost their savings to these failures. An 86 percent plunge in agricultural prices between 1929 and 1933, compared to a decline in agricultural production of only 6 percent, brought suffering to America's farmers.

Mass Unemployment

At a time when unemployment insurance did not exist and public relief was completely inadequate, the loss of a job could mean economic catastrophe for workers and their families. Massive unemployment across America became the most powerful sign of a deepening depression. In 1930, the Department of Labor estimated that 4.2 million workers, or roughly 9 percent of the labor force, were out of work. These figures nearly doubled in 1931, and by 1933, 12.6 million workers— more than one-quarter of the labor force—were without jobs. Other sources put the figure that year above 16 million, or nearly one out of every three workers. None of these statistics tells us how long people were unemployed or how many Americans found only part-time work.

What did it mean to be unemployed and without hope in the early 1930s? Figures give us only an outline of the grim reality. Many Americans, raised believing that they were responsible for their own fate, blamed themselves for their failure to find work. Contemporary journalists and social workers noted the common feelings of shame and guilt expressed by the unemployed. Even those who did not blame themselves struggled with feelings of inadequacy, uselessness, and despair. One unemployed Houston woman told a relief caseworker, "I'm just no good, I guess. I've given up ever amounting to anything. It's no use." "Drives a man crazy, or drives him to drink, hangin' around," said an out-of-work Connecticut knife maker. A West Virginia man wrote his senator to complain, "My children have not got no shoes and clothing to go to school with, and we haven't got enough bed clothes to keep us warm." For the most desperate, contemplating suicide was not unusual. "Can you be so kind as to advise

me as to which would be the most human way to dispose of myself and family, as this is about the only thing that I see left to do," one despondent Pennsylvania man inquired of a state relief agency.

Joblessness proved especially difficult for men between the ages of thirty-five and fifty-five, the period in their lives when family responsibilities were heaviest. Nathan Ackerman, a psychiatrist who went to Pennsylvania to observe the impact of prolonged unemployment on coal miners, found an enormous sense of "internal distress":

They hung around street corners and in groups. They gave each other solace. They were loath to go home because they were indicted, as if it were their fault for being unemployed. A jobless man was a lazy good-for-nothing. The women punished the men for not bringing home the bacon, by withholding themselves sexually. . . . These men suffered from depression. They felt despised, they were ashamed of themselves. They cringed, they comforted one another. They avoided home.

Unemployment upset the psychological balance in many families by undermining the traditional authority of the male breadwinner. Women, because their labor was cheaper than men's, found it easier to hold onto jobs. Female clerks, secretaries, maids, and waitresses earned much less than male factory workers, but their jobs were more likely to survive hard times. Pressures on those lucky enough to have a job increased as well. Anna Novak, a Chicago meat packer, recalled the degrading harassment at the hands of foremen: "You could get along swell if you let the boss slap you on the behind and feel you up. God, I hate that stuff, you don't know!" Men responded in a variety of ways to unemployment. Some withdrew emotionally; others became angry or took to drinking. A few committed suicide. One Chicago social worker, writing about unemployment in 1934, summed up the strains she found in families: "Fathers feel they have lost their prestige in the home; there is much nagging, mothers nag at the fathers, parents nag at the children. Children of working age who earn meager salaries find it hard to turn over all their earnings and deny themselves even the greatest necessities and as a result leave home." Fear of unemployment and a deep desire for security marked the Depression generation.

Hoover's Failure

The enormity of the Great Depression overwhelmed traditional—and meager—sources of relief. In most communities across America, these sources were a patchwork of private agencies and local government units, such as towns, cities, or counties. They simply lacked the money, resources, and staff to deal with the worsening situation. In large urban centers like Detroit and Chicago, unemployment approached 50 percent by 1932. Smaller communities could not cope either. One West Virginia coal-mining county with 1,500 unemployed miners had only \$9,000 to meet relief needs for that year. Unemployed transients, attracted by warm weather, posed a special problem for communities in California and Florida. By the end of 1931, Los Angeles had 70,000 nonresident jobless and homeless men; new arrivals numbered about 1,200 a day.

There was great irony, even tragedy, in President Hoover's failure to respond to human suffering. He had administered large-scale humanitarian efforts during World War I with great efficiency, yet he failed to face the facts of the Depression. He ignored all the mounting evidence to the contrary when he claimed in his 1931 State of the Union Address, "Our people are providing against distress from unemployment in true American fashion by magnificent response to public appeal and by action of the local governments."

Hoover resisted the growing calls from Congress and local communities for a greater federal role in relief efforts or public works projects. He worried, as he told Congress after vetoing one measure, about injuring "the initiative and enterprise of the American people." The President's Emergency Committee for Unemployment, established in 1930, and its successor, the President's Organization for Unemployment Relief (POUR), created in 1931, did little more than encourage local groups to raise money to help the unemployed. Hoover's plan for recovery centered on restoring business confidence. His administration's most important institutional response to the Depression was the Reconstruction Finance Corporation (RFC), established in early 1932 and based on the War Finance Corporation of the World War I years. The RFC was designed to make government credit available to ailing banks, railroads, insurance companies, and other businesses, thereby stimulating economic activity. The key assumption here was that the credit problem was one of supply (for businesses) rather than demand (from consumers). But given the public's low purchasing power, most businesses were not interested in obtaining loans for expansion.

The RFC managed to save numerous banks and other businesses from going under, but its approach did not hasten recovery. And Hoover was loath to use the RFC to make direct grants to states, cities, or individuals. In July 1932, congressional Democrats pushed through the Emergency Relief Act, which authorized the RFC to lend \$300 million to states that had exhausted their own relief funds. Hoover grudgingly signed the bill, but less than \$30 million had actually been given out by the end of 1933.

Protest and the Election of 1932

By 1932, the desperate mood of many Americans was finding expression in direct, sometimes violent, protests that were widely covered in the press. On March 7, Communist organizers led a march of several thousand Detroit auto workers and unemployed to the Ford River Rouge factory in nearby Dearborn. When the demonstrators refused orders to turn back, Ford-controlled police fired tear gas and bullets, killing four and seriously wounding fifty others. Some 40,000 people attended a tense funeral service a few days later. Desperate farmers in Iowa organized the Farmers' Holiday Association, aimed at raising prices by refusing to sell produce. In August, some 1,500 farmers turned back cargo trucks outside Sioux City, Iowa, and made a point by dumping milk and other perishables into ditches.

The spring of 1932 also saw the "Bonus Army" begin descending on Washington, D.C. This protest took its name from a 1924 act of Congress that had promised a \$1,000 bonus—in the form of a bond that would not mature until 1945—to every veteran of World War I. The veterans who were gathering in Washington demanded immediate payment of the bonus in cash. By summer, they and their families numbered around 20,000, and were camped out all over the capital city. Their lobbying convinced the House to pass a bill for immediate payment, but the Senate rejected the bill, and most of the veterans left. At the end of July, U.S. Army troops led by Chief of Staff General Douglas MacArthur forcibly evicted the remaining 2,000 veterans from their encampment. MacArthur exaggerated the menace of the peaceful demonstrators, insisting they were driven by "the essence of revolution." The spectacle of these unarmed and unemployed men, the heroes of 1918, driven off by bayonets and bullets, provided the most disturbing evidence yet of the failure of Hoover's administration.

In 1932, Democrats nominated Franklin D. Roosevelt, governor of New York, as their candidate. Roosevelt's acceptance speech stressed the need for reconstructing the nation's economy. "I pledge you, I pledge myself," he said, "to a new deal for the American people." Roosevelt's plans for recovery were vague at best. He frequently attacked Hoover for reckless and extravagant spending and accused him of trying to center too much power in Washington. He also spoke of the need for government to meet "the problem of under-consumption" and to help in "distributing wealth and products more equitably." Hoover bitterly condemned Roosevelt's ideas as a "radical departure" from the American way of life. But with the Depression growing worse every day, probably any Democrat would have defeated Hoover. The Democratic victory was overwhelming. Roosevelt carried forty-two states, taking the Electoral College 472 to 59 and the popular vote by about 23 million to 16 million. Democrats won big majorities in both the House and the Senate. The stage was set for FDR's "new deal."

II. FDR and the first New Deal | WHAT WERE the key elements of Franklin D. Roosevelt’s first New Deal program, and how successful was the program in getting the economy back on track?

No president of the twentieth century had a greater impact on American life and politics than Franklin Delano Roosevelt. To a large degree, the New Deal was a product of his astute political skills and the sheer force of his personality. The only president ever elected to four terms, FDR would loom as the dominant personality in American political life through depression and war. Roosevelt’s leadership also inaugurated a forty-year-long period during which the Democrats would be the nation’s majority party.

FDR the Man

Franklin Delano Roosevelt was born in 1882 in Dutchess County, New York, where he grew up an only child, secure and confident, on his family’s vast estate. Roosevelt’s father, James, had made a fortune through railroad investments, but he was already in his fifties when Roosevelt was born, and it was his mother, Sara Delano, who was the dominant figure in his childhood. Roosevelt’s education at Groton, Harvard, and Columbia Law School reinforced the aristocratic values of his family: a strong sense of civic duty, the importance of competitive athletics, and a commitment to public service.

In 1905, Roosevelt married his distant cousin, Anna Eleanor Roosevelt, niece of President Theodore Roosevelt. Eleanor would later emerge as an influential adviser and political force on her own. Roosevelt turned to politics as a career early on. He was elected as a Democrat to the New York State Senate in 1910, served as assistant navy secretary from 1913 to 1920, and was nominated for vice president by the Democrats in the losing 1920 campaign.

In the summer of 1921, Roosevelt was stricken with polio at his summer home. He was never to walk again without support. The disease strengthened his relationship with Eleanor, who encouraged him not only to fight his handicap, but to continue his political career. The disease and FDR’s response to it proved a turning point. His patience and determination in fighting the illness transformed him. The wealthy aristocrat, for whom everything had come relatively easily, now personally understood the meaning of struggle and hardship. “Once I spent two years lying in bed trying to move my big toe,” he recalled. “After that anything else seems easy.”

Elected governor of New York in 1928, Roosevelt served two terms and won a national reputation for reform. As governor, his achievements included instituting unemployment insurance, strengthening child labor laws, providing tax relief for farmers, and providing pensions for the old. As the Depression hit the state, he slowly increased public works and set up a Temporary Emergency Relief Administration. With his eye on the White House, he began assembling a group of key advisers, the “brains trust,” who would follow him to Washington. The central figures were Columbia Law School professor and progressive Raymond Moley; two economists, Rexford G. Tugwell and Adolf A. Berle; and attorneys Samuel Rosenman, Basil O’Connor, and Felix Frankfurter. The “brain trusters” shared a faith in the power of experts to set the economy right, and a basic belief in government–business cooperation. They rejected the old progressive dream of re-creating an ideal society of small producers. Structural economic reform, they argued, must accept the modern reality of large corporate enterprise based on mass production and distribution.

Restoring Confidence

In the first days of his administration, Roosevelt conveyed a sense of optimism and activism that helped restore the badly shaken confidence of the nation. “First of all,” he told Americans in his inaugural address on March 4, 1933, “let me assert my firm belief that the only thing we have to fear is fear itself.” The very next day, he issued an executive order calling for a four-day “bank holiday” to shore up the country’s ailing financial system. More than 1,300 banks failed in 1930, and more than 2,000 in 1931. Contemporary investigations had revealed a disquieting pattern of stock manipulation, illegal loans to bank officials, and tax evasion that helped erode public confidence in the banking system. Between Election Day and the inauguration, the banking system had come alarmingly close to shutting down altogether, due to widespread bank failures and the hoarding of currency.

Roosevelt therefore called for a special session of Congress to deal with the banking crisis as well as with unemployment aid and farm relief. On March 12, he broadcast his first “fireside chat” to explain the steps he had taken to meet the financial emergency. These radio broadcasts became a standard part of Roosevelt’s political technique, and they proved enormously successful. They gave courage to ordinary Americans and communicated a genuine sense of compassion from the White House.

Congress immediately passed the Emergency Banking Act, which gave the president broad discretionary powers over all banking transactions and foreign exchange. It authorized healthy banks to reopen only under licenses from the Treasury Department, and provided for greater federal authority in managing the affairs of failed banks. By the middle of March, about half the country’s banks, holding about 90 percent of the nation’s deposits, were

open for business again. Banks began to attract new deposits from people who had been holding back their money. The bank crisis had passed.

The Hundred Days

From March to June 1933—“the Hundred Days”—FDR pushed through Congress an extraordinary number of acts designed to combat various aspects of the Depression. What came to be called the New Deal was no unified program to end the Depression, but rather an improvised series of reform and relief measures, some of which seemed to contradict each other. Roosevelt responded to pressures from Congress, from business, and from organized labor, but he also used his own considerable influence over public opinion to get his way.

Five measures were particularly important and innovative. The Civilian Conservation Corps (CCC), established in March as an unemployment relief effort, provided work for jobless young men in protecting and conserving the nation’s natural resources. Road construction, reforestation, flood control, and national park improvements were some of the major projects performed in work camps across the country. CCC workers received room and board and \$30 each month, up to \$25 of which had to be sent home to dependents. By the time the program was phased out in 1942, more than 2.5 million youths had worked in some 1,500 CCC camps.

In May, Congress authorized \$500 million for the Federal Emergency Relief Administration (FERA). Half the money went as direct relief to the states; the rest was distributed on the basis of a dollar of federal aid for every three dollars of state and local funds spent for relief. This system of outright federal grants differed significantly from Hoover’s approach, which provided only for loans. Establishment of work relief projects, however, was left to state and local governments. To direct this massive undertaking FDR tapped Harry Hopkins, a streetwise former New York City social worker driven by a deep moral passion to help the less fortunate and an impatience with bureaucracy. Hopkins would emerge as the key figure administering New Deal relief programs.

The Agricultural Adjustment Administration (AAA) was set up to provide immediate relief to the nation’s farmers. The AAA established a new federal role in agricultural planning and price setting. It established parity prices for basic farm commodities, including corn, wheat, hogs, cotton, rice, and dairy products. The concept of parity pricing was based on the purchasing power that farmers had enjoyed during the prosperous years of 1909 to 1914. That period now became the benchmark for setting the prices of farm commodities. The AAA also incorporated the principle of subsidy, whereby farmers received benefit payments in return for reducing acreage or otherwise cutting production where surpluses existed. The funds for these payments were to be raised from new taxes on food processing.

The AAA raised total farm income and was especially successful in pushing up the prices of wheat, cotton, and corn. But it had some troubling side effects as well. Landlords often failed to share their AAA payments with tenant farmers, and they frequently used benefits to buy tractors and other equipment that displaced sharecroppers. Many Americans were disturbed, too, by the sight of surplus crops, livestock, and milk being destroyed while millions went hungry.

The Tennessee Valley Authority (TVA) proved to be one of the most unique and controversial projects of the New Deal era. The TVA, an independent public corporation, built dams and power plants, produced cheap fertilizer for farmers, and, most significantly, brought cheap electricity for the first time to thousands of people in seven southern states. Denounced by some as a dangerous step toward socialism, the TVA stood for decades as a model of how careful government planning could dramatically improve the social and economic welfare of an underdeveloped region.

On the very last of the Hundred Days, Congress passed the National Industrial Recovery Act, the closest attempt yet at a systematic plan for economic recovery. In theory, each industry would be self-governed by a code hammered out by representatives of business, labor, and the consuming public. Once approved by the National Recovery Administration (NRA) in Washington, led by General Hugh Johnson and symbolized by the distinctive Blue Eagle stamp, the codes would have the force of law. In practice, almost all the NRA codes were written by the largest firms in any given industry; labor and consumers got short shrift. The sheer administrative complexities involved with code writing and compliance made a great many people unhappy with the NRA’s operation. Finally, the Public Works Administration (PWA), led by Secretary of the Interior Harold Ickes, authorized \$3.3 billion for the construction of roads, public buildings, and other projects. The idea was to provide jobs, and thus stimulate the economy through increased consumer spending. A favorite image for this kind of spending was “priming the pump.” Just as a farmer had to prime a pump with water before it could draw more water from the well, the government had to prime the economy with jobs for the unemployed. Eventually the PWA spent more than \$4.2 billion building roads, schools, post offices, bridges, courthouses, and other public buildings around the country. In thousands of communities today, these structures remain the most tangible reminders of the New Deal era.

III. Left Turn and the second New Deal | WHAT POLITICAL pressures did Roosevelt face that contributed to the Second New Deal policies?

The Hundred Days legislative package tried to offer something for everybody. Certainly the active, can-do spirit in Washington brought reassurance that the nation was back on track. Yet the Depression remained a stark reality for many millions. From the beginning, the New Deal had loud and powerful critics who complained bitterly that FDR had overstepped the traditional boundaries of government action. Others were angry that Roosevelt had not done nearly enough. These varied voices of protest helped shape the political debates of FDR's first term. Ultimately, they would push the New Deal in more radical directions.

Roosevelt's Critics

Criticism of the New Deal came from the right and the left. On the right, pro-Republican newspapers and the American Liberty League, a group of conservative businessmen organized in 1934, denounced Roosevelt and his advisers. They held the administration responsible for what they considered an attack on property rights, the growing welfare state, and the decline of personal liberty. Dominated by wealthy executives of DuPont and General Motors, the league attracted support from a group of conservative Democrats, including Al Smith, the former presidential candidate, who declared the New Deal's laws "socialistic." The league supported anti-New Dealers for Congress, but in the 1934 election, Democrats built up their majorities from 310 to 319 in the House and from 60 to 69 in the Senate—an unusually strong showing for the incumbent party in a midterm election.

Some of Roosevelt's staunchest early supporters turned critical. Father Charles E. Coughlin, a Catholic priest in suburban Detroit, attracted a huge national radio audience of 40 million listeners with passionate sermons attacking Wall Street, international bankers, and "plutocratic capitalism." Coughlin at first supported Roosevelt and the New Deal, and he tried to build a close personal relationship with the president. But by 1934, the ambitious Coughlin, frustrated by his limited influence on the administration, began attacking FDR. Roosevelt was a tool of special interests, he charged, who wanted dictatorial powers. New Deal policies were part of a Communist conspiracy, threatening community autonomy with centralized federal power. Coughlin finally broke with FDR and founded the National Union for Social Justice. More troublesome for Roosevelt and his allies were the vocal and popular movements on the left. These found the New Deal too timid in its measures. In California, well-known novelist and socialist Upton Sinclair entered the 1934 Democratic primary for governor by running on a program he called EPIC, for End Poverty in California. He proposed a \$50 a month pension for all poor people over age sixty. His campaign also emphasized a government-run system of "production for use" (rather than profit) workshops for the unemployed. Sinclair shocked local and national Democrats by winning the primary easily. He lost a close general election only because the Republican candidate received heavy financial and tactical support from wealthy Hollywood studio executives and frightened regular Democrats.

Another Californian, Francis E. Townsend, a retired doctor, created a large following among senior citizens with his Old Age Revolving Pension plan. He called for payments of \$200 per month to all people over sixty, provided the money was spent within thirty days. The pensions would be financed by a national 2 percent tax on all commercial transactions. This plan managed to attract a nationwide following of more than 3 million by 1936. But Townsend's plan was essentially regressive, since it proposed to tax all Americans equally, regardless of their income.

Huey Long, Louisiana's flamboyant backcountry orator, posed the greatest potential threat to Roosevelt's leadership. Long had captured Louisiana's governorship in 1928, by attacking the state's entrenched oil industry and calling for a radical redistribution of wealth. In office, he significantly improved public education, roads, medical care, and other public services, winning the loyalty of the state's poor farmers and industrial workers. Elected to the U.S. Senate in 1930, Long came to Washington with national ambitions. He at first supported Roosevelt, but in 1934, his own presidential ambitions and his impatience with the pace of New Deal measures led to a break with Roosevelt.

Long organized the Share Our Wealth Society. Its purpose, he thundered, "was to break up the swollen fortunes of America and to spread the wealth among all our people." Limiting the size of large fortunes, Long promised, would mean a homestead worth \$5,000 and a \$2,500 annual income for everyone. Although Long's economics were fuzzy at best, he undoubtedly touched a deep nerve with his "Every Man a King" slogan. A secret poll in the summer of 1935 stunned the Democratic National Committee by showing that Long might attract 3 or 4 million votes. Only his assassination that September by a disgruntled political enemy prevented Long's third-party candidacy, which might have proved disastrous for FDR.

In the nation's workplaces and streets, a rejuvenated and newly militant labor movement also loomed as a force to be reckoned with. Unemployed Councils, organized largely by the Communist Party in industrial cities, held marches and rallies demanding public works projects and relief payments. Section 7a of the National Industrial Recovery Act required that workers be allowed to bargain collectively with employers, through representatives of their own choosing. Though this provision of the NIRA was not enforced, it did help raise expectations and spark union organizing. Almost 1.5 million workers took part in some 1,800 strikes in 1934.

But employers resisted unionization nearly everywhere, often with violence and the help of local and state police. In Minneapolis that year, a local of the International Brotherhood of Teamsters won a bloody strike against the combined opposition of the union's own national officials, vehemently anti-union employers, and a brutal city police force. Also in 1934, a San Francisco general strike in support of striking members of the International Longshoremen's Association (ILA) effectively shut down the city. Employer use of strikebreakers and violent intimidation prompted an outpouring of support for the ILA from the city's working class, as well as from many shopkeepers and middle-class professionals.

The Second Hundred Days

The popularity of leaders such as Sinclair, Townsend, and Long suggested Roosevelt might be losing electoral support among workers, farmers, the elderly, and the unemployed. In early 1935, Roosevelt and his closest advisers responded by turning left and concentrating on a new program of social reform. They had three major goals: strengthening the national commitment to creating jobs; providing security against old age, unemployment, and illness; and improving housing conditions and cleaning slums. What came to be called "the Second Hundred Days," marked the high point of progressive lawmaking in the New Deal.

In April, the administration pushed through the Emergency Relief Appropriation Act, which allocated \$5 billion for large-scale public works programs for the jobless. New Deal economists, following the theories of Britain's John Maynard Keynes, argued that each government dollar spent had a multiplier effect, pumping two or three dollars into the depressed gross national product. Over the next seven years, the WPA, under Harry Hopkins' leadership, oversaw the employment of more than 8 million Americans on a vast array of construction projects: roads, bridges, dams, airports, and sewers. Among the most innovative WPA programs were community service projects that employed thousands of jobless artists, musicians, actors, and writers.

The landmark Social Security Act of 1935 provided for old-age pensions and unemployment insurance. A payroll tax on workers and their employers created a fund from which retirees received monthly pensions after age sixty-five. Payment size depended on how much employees and their employers had contributed over the years. The unemployment compensation plan established a minimum weekly payment and a minimum number of weeks during which those who lost jobs could collect. The Social Security Board administered this complex system of federal-state cooperation. The original law failed to cover domestics and farm workers, many of whom were Latinos and African Americans. It also made no provisions for casual laborers or public employees. The old-age pensions were quite small at first, as little as \$10 a month. And to collect unemployment, one had to have first lost a job. But the law, which has since been amended many times, established the crucial principle of federal responsibility for America's most vulnerable citizens.

In July 1935, Congress passed the National Labor Relations Act, often called the Wagner Act for its chief sponsor, Democratic senator Robert F. Wagner of New York. For the first time, the federal government guaranteed the right of American workers to join, or form, independent labor unions, and bargain collectively for improved wages, benefits, and working conditions. The National Labor Relations Board would conduct secret-ballot elections in shops and factories to determine which union, if any, workers desired as their sole bargaining agent. The law also defined and prohibited unfair labor practices by employers, including firing workers for union activity. The Wagner Act, described as "the Magna Carta for labor," quickly proved a boon to union growth, especially in previously unorganized industries such as automobiles, steel, and textiles. It set the stage for the sit-down strike in Flint and for General Motors' eventual acceptance of union labor in its factories.

Finally, the Resettlement Administration (RA) produced one of the most utopian New Deal programs, one designed to create new kinds of model communities. Established by executive order, and led by key brain trustee Rexford G. Tugwell, the RA helped destitute farm families relocate to more productive areas. It granted loans for purchasing land and equipment, and it directed reforestation and soil erosion projects, particularly in the hard-hit Southwest. Due to lack of funds and poor administration, however, only about 1 percent of the projected 500,000 families were actually moved. Tugwell, one of the New Deal's most ardent believers in planning, was more successful in his efforts at creating model greenbelt communities, combining the best of urban and rural environments. Though his vision was only partially fulfilled, several of these communities, such as Greenhills, near Cincinnati, and Greendale, near Milwaukee, still thrive.

Labor's Upsurge: Rise of the CIO

In 1932, the American labor movement was nearly dead. Only 2.8 million workers were union members, a half-million fewer than in 1929 and more than 2 million fewer than in 1920. Yet by 1942, unions claimed more than 10.5 million members, nearly a third of the total nonagricultural workforce. This remarkable turnaround was one of the key events of the Depression era. The growth in the size and power of the labor movement permanently changed the work lives and economic status of millions, as well as the national and local political landscapes.

At the core of this growth was a series of dramatic successes in the organization of workers in large-scale, mass-production industries such as automobiles, steel, rubber, electrical goods, and textiles. Workers in these fields had largely been ignored by the conservative, craft-conscious unions that dominated the American Federation of Labor. At the 1935 AFL convention, a group of more militant union officials led by John L. Lewis (of the United Mine Workers) and Sidney Hillman (of the Amalgamated Clothing Workers) formed the Committee for Industrial Organization (CIO). Their goal was to organize mass-production workers by industry rather than by craft. They emphasized the need for opening the new unions to all, regardless of a worker's level of skill. And they differed from nearly all old-line AFL unions by calling for the inclusion of black and women workers.

The gruff son of a Welsh miner, Lewis was articulate, ruthless, and very ambitious. He saw the new legal protection given by the Wagner Act as a historic opportunity. But despite the act—whose constitutionality was unclear until 1937—Lewis knew that establishing permanent unions in the mass-production industries would be a bruising battle. He committed the substantial resources of the United Mine Workers to a series of organizing drives, focusing first on the steel and auto industries. Many CIO organizers were Communists or radicals of other persuasions, and their dedication, commitment, and willingness to work within disciplined organizations proved invaluable in the often dangerous task of creating industrial unions. Militant rank-and-file unionists were often ahead of Lewis and other CIO leaders. The sit-down strike—refusing to work but staying in the factory to prevent “scab” workers from taking over—emerged as a popular tactic among rubber and auto workers. After the dramatic breakthrough in the Flint sit-down strike at General Motors, membership in CIO unions grew rapidly. In eight months, membership in the United Automobile Workers alone soared from 88,000 to 400,000. CIO victories in the steel, rubber, and electrical industries followed, but often at a very high cost. One bloody example of the perils of union organizing was the 1937 Memorial Day Massacre in Chicago. In a field near the struck Republic Steel Mill in South Chicago, police fired into a crowd of union supporters, killing ten workers and wounding scores more.

In 1938, CIO unions, now boasting nearly 4 million members, withdrew from the AFL and reorganized themselves as the Congress of Industrial Organizations. For the first time, the labor movement had gained a permanent place in the nation's mass-production industries. Organized labor took its place as a key power broker in Roosevelt's New Deal and the Democratic Party. Frances Perkins, FDR's secretary of labor and the nation's first woman cabinet member, captured the close relationship between the new unionism and the New Deal: “Programs long thought of as merely labor welfare, such as shorter hours, higher wages, and a voice in the terms of conditions of work, are really essential economic factors for recovery.”

The New Deal Coalition at High Tide

Did the American public support Roosevelt and his New Deal policies? Both major political parties looked forward to the 1936 elections as a national referendum, and the campaign itself was an exciting and hard-fought contest. Very few political observers predicted its lopsided result. Republicans nominated Governor Alfred M. Landon of Kansas, who had gained attention by surviving the Democratic landslide of 1934. An easygoing, colorless man with little personal magnetism, Landon emphasized a nostalgic appeal to traditional American values. His campaign served as a lightning rod for all those, including many conservative Democrats, who were dissatisfied with Roosevelt and the direction he had taken.

Roosevelt attacked the “economic royalists” who denied that government “could do anything to protect the citizen in his right to work and his right to live.” At the same time, FDR was careful to distance himself from radicalism. “It was this administration,” he declared, “which saved the system of private profit and free enterprise after it had been dragged to the brink of ruin.” As Roosevelt's campaign crossed the country, his advisers were heartened by huge and enthusiastic crowds, especially in large cities like Chicago and Pittsburgh. Still, the vast majority of the nation's newspapers endorsed Landon. And a widely touted “scientific” poll by the Literary Digest forecast a Republican victory in November.

Election day erased all doubts. Roosevelt carried every state but Maine and Vermont, polling 61 percent of the popular vote. Democrats increased their substantial majorities in the House and Senate as well. The Literary Digest, it turned out, had drawn the sample for its poll from people whose addresses were listed in telephone directories and car registration records, thus omitting the poorer Americans who had no telephones or cars—and who supported Roosevelt. In 1936, the Democrats drew millions of new voters into the political process, and at the same time forged a new coalition of voters that would dominate national politics for two generations.

This “New Deal coalition,” as it came to be known, included traditional-minded white southern Democrats, big-city political machines, industrial workers of all races, trade unionists, and many Depression-hit farmers. Black voters in the North and West, long affiliated with the Republicans as the party of Abraham Lincoln, went Democratic in record numbers. The Great Depression was by no means over. But the New Deal's active response to the nation's misery, particularly the bold initiatives taken in 1935, had obviously struck a powerful chord with the American electorate.

Roosevelt was especially popular among first- and second-generation immigrants of Catholic and Jewish descent, and the New Deal drew enthusiastic support from millions who had never bothered with politics. As one Slovak worker in Chicago's stockyards put it, "Our people did not know anything about the government until the Depression years. In my neighborhood, I don't remember anyone voting." The severity of the Great Depression had overwhelmed the ethnically based support networks—mutual benefit societies, immigrant banks, and religious charities—that had traditionally helped so many to survive hard times. Popular federal programs like Social Security, the WPA, and Home Owners Loan Corporation mortgages changed the consciousness of a generation of the ethnic working class. In exchange for their votes, they now looked to the state—especially the federal government—for relief, protection, and help in achieving the American dream.

IV. The New Deal in the South and West | HOW DID the New Deal expand the scope of the federal government in the South and West?

In regional terms, the New Deal had its most profound impact in the South and the West. Federal farm programs moved southern agriculture away from its longtime dependence on sharecropping and tenant farming and helped reorganize it around new patterns of wage labor and agribusiness. New Deal dam building and power projects introduced electricity to millions of rural southerners and thereby transformed their lives. Western citizens received more from the federal government in per capita payments for welfare, work relief, and loans than the people of any other region. New Deal programs, based on a philosophy of rational planning of resource use, reshaped western agriculture, water and energy sources, and Indian policy. From Great Plains farming communities in Kansas and Oklahoma, to Pacific Coast cities such as Los Angeles and Seattle, federal subsidy and management became an integral part of western life. In the process, the New Deal helped propel both the South and the West into the modern era and laid the groundwork for the postwar boom in the “Sunbelt.”

Southern Farming and Landholding

In 1930, less than half of all southern farmers owned their own land; more than three-quarters of the region’s African American farmers and nearly half of its white farmers toiled as sharecroppers or tenants. Few of these earned any cash income at all, and those that did averaged only about \$100 annually. The continued dominance of cotton and a few other crops, such as tobacco, had only intensified the Depression by glutting the market and keeping crop prices at rock bottom. The Agricultural Adjustment Administration succeeded in boosting prices by paying farmers to “plow under”—take their land out of production. But particularly in the South, these federal subsidies went overwhelmingly to large landowners, who controlled local county committees charged with administering AAA programs.

Most planters did not share these payments with sharecroppers and tenants, and individual protest was usually futile. One Louisiana tenant farmer who dared ask his landlord if his AAA payment had arrived, was told, “I had better move before he killed me. And he gave me 24 hours to be gone off the farm.” The Southern Tenant Farmers Union (STFU), founded in 1934, emerged as an important voice of collective protest against AAA policies. Active in six southern states and composed of about 30,000 tenant farmers (more than half of whom were black), the STFU protested evictions, called strikes to raise farm labor wages, and challenged landlords to give tenants their fair share of subsidy payments. The STFU succeeded in drawing national attention to the plight of sharecroppers and tenant farmers, but it failed to influence national farm policy.

Many landowners also used the new cash infusion to buy labor-saving machinery, such as tractors and mechanical harvesters. The reduction of cultivated land, along with a growing reliance on mechanized farming, resulted in lower demand for labor and an increase in evictions. Uprooted tenants, sharecroppers, and day laborers found themselves on the road in search of work, and many thousands migrated to cities and towns. New Deal policies helped destroy the old sharecropping and tenant system, but they did so largely by helping landowners prosper while providing little relief for the landless. Those farmers who had access to government funds were able to diversify their crops, consolidate holdings, and work their land more efficiently. But for between 1 and 2 million tenants, sharecroppers, and day laborers, the future would lay in industrial centers like Memphis, Birmingham, Chicago, and Detroit.

Rural Electrification and Public Works

Perhaps no New Deal initiative had more impact on southern communities than electrification. Only about 3 percent of rural southerners had access to electric power in the early 1930s, and farmhouses generally lacked such amenities as electric lighting, indoor plumbing, refrigerators, and washing machines. The Tennessee Valley Authority and the Rural Electrification Administration helped millions of southern households move into the modern era by making electricity available for the first time. The TVA became a powerful symbol of how public investment and government planning could significantly improve the lives of ordinary Americans. It built sixteen dams across some 800 miles of the Tennessee River, bringing flood control and electric power to hundreds of thousands of families in seven southern states. It also significantly reduced consumer electric rates in many cities and towns by providing a cheaper alternative to private utilities. Pursuing a regional planning approach that cut across state lines, the TVA also created landscaped parks, rural libraries, and better school systems. By 1944, the TVA was the largest power producer in the United States. If rural life was still harsh, electrification allowed farm families to enjoy radio, electric lights, and other conveniences that other Americans had long taken for granted.

The Dust Bowl

An ecological and economic disaster of unprecedented proportions struck the southern Great Plains in the mid-1930s. The region had suffered several drought years in the early 1930s. Such dry spells occurred regularly, in

roughly twenty-year cycles. But this time, the parched earth became swept up in violent dust storms, the likes of which had never been seen before. The dust storms were largely the consequence of years of stripping the landscape of its natural vegetation. During World War I, wheat brought record-high prices on the world market, and for the next twenty years, Great Plains farmers turned the region into a vast wheat factory.

The wide flatlands of the Great Plains were especially suited to mechanized farming, and gasoline-powered tractors, disc plows, and harvester-thresher combines increased productivity enormously. Back in 1830, it had taken some fifty-eight hours of labor to bring an acre of wheat to the granary; in much of the Great Plains a hundred years later, it required less than three hours. As wheat prices fell in the 1920s, farmers broke still more land to make up the difference with increased production. Great Plains farmers had created an ecological time bomb that exploded when drought returned in the early 1930s. With native grasses destroyed for the sake of wheat growing, there was nothing left to prevent soil erosion. Dust storms blew away tens of millions of acres of rich topsoil, and thousands of farm families left the region. Those who stayed suffered deep economic and psychological losses from the calamity. The hardest-hit regions were western Kansas, eastern Colorado, western Oklahoma, the Texas Panhandle, and eastern New Mexico. It was the calamity in this southern part of the Plains that prompted a Denver journalist to coin the phrase “Dust Bowl.”

Black blizzards of dust a mile and a half high rolled across the landscape, darkening the sky and whipping the earth into great drifts that settled over hundreds of miles. Dust storms made it difficult for humans and livestock to breathe, and destroyed crops and trees over vast areas. Dust storms turned day into night, terrifying those caught in them. “Dust pneumonia” and other respiratory infections afflicted thousands, and many travelers found themselves stranded in automobiles and trains unable to move. The worst storms occurred in the early spring of 1935. A Garden City, Kansas, woman gave an account of her experience for the *Kansas City Times*:

All we could do about it was just sit in our dusty chairs, gaze at each other through the fog that filled the room and watch that fog settle slowly and silently, covering everything—including ourselves—in a thick, brownish gray blanket. When we opened the door swirling whirlwinds of soil beat against us unmercifully. The door and windows were all shut tightly, yet those tiny particles seemed to seep through the very walls. It got into cupboards and clothes closets; our faces were as dirty as if we had rolled in the dirt; our hair was gray and stiff and we ground dirt between our teeth.

Several federal agencies intervened directly to relieve the distress. Many thousands of Great Plains farm families were given direct emergency relief by the Resettlement Administration. Other federal assistance included crop and seed loans, moratoriums on loan payments, and temporary jobs with the Works Progress Administration. In most Great Plains counties, from one-fifth to one-third of the families applied for relief; in the hardest-hit communities, as many as 90 percent of the families received direct government aid. The Agricultural Adjustment Administration paid wheat farmers millions of dollars not to grow what they could not sell and encouraged the diversion of acreage from soil-depleting crops like wheat to soil-enriching crops such as sorghum.

The federal government also pursued longer-range policies designed to alter land-use patterns, reverse soil erosion, and nourish the return of grasslands. The Department of Agriculture, under Secretary Henry A. Wallace, sought to change farming practices. The spearhead for this effort was the Soil Conservation Service (SCS), which conducted research into controlling wind and water erosion, set up demonstration projects, and offered technical assistance, supplies, and equipment to farmers engaged in conservation work on farms and ranches. The SCS pumped additional federal funds into the Great Plains and created a new rural organization, the soil conservation district, which administered conservation regulations locally.

By 1940, the acreage subject to blowing in the Dust Bowl area of the southern plains had been reduced from roughly 50 million acres to less than 4 million acres. In the face of the Dust Bowl disaster, New Deal farm policies had restricted market forces in agriculture. But the return of regular rainfall and the outbreak of World War II led many farmers to abandon the techniques that the SCS had taught them to accept. Wheat farming expanded and farms grew, as farmers once again pursued commercial agriculture with little concern for its long-term effects on the land. While large landowners and ranchers reaped sizable benefits from AAA subsidies and other New Deal programs in the southern plains, tenant farmers and sharecroppers received very little. In the cotton lands of Texas, Oklahoma, Missouri, and Arkansas, thousands of tenant and sharecropper families were forced off the land. They became part of a stream of roughly 300,000 people, disparagingly called “Okies,” who migrated to California in the 1930s. California migrants included victims of the Dust Bowl, but the majority were blue-collar workers and small businessmen looking to improve their economic lot. California suffered from the Depression along with the rest of the nation, but it still offered more jobs, higher wages, and higher relief payments than the states of the southern plains.

Most Okies could find work only as poorly paid agricultural laborers in the fertile San Joaquin and Imperial Valley districts. There they faced discrimination and scorn as “poor white trash” while they struggled to create communities amid the squalor of migrant labor camps. Only with the outbreak of World War II and the pressing demand for labor were migrants able to significantly improve their situation. Mexican farm laborers faced stiff

competition from Dust Bowl refugees. By the mid-1930s, they no longer dominated California's agricultural workforce. In 1936, an estimated 85 to 90 percent of the state's migratory workers were white Americans, as compared to less than 20 percent before the Depression. Mexican farm worker families who managed to stay employed in California, Texas, and Colorado saw their wages plummet.

Southwestern communities, responding to racial hostility from unemployed whites and looking for ways to reduce their welfare burden, campaigned to deport Mexicans and Mexican Americans. Employers, private charities, and the Immigration and Naturalization Service joined in this effort. Authorities made little effort to distinguish citizens from aliens; most of the children they deported had been born in the United States and were citizens. Los Angeles County had the most aggressive campaign, using boxcars to ship out more than 13,000 Mexicans between 1931 and 1934. The hostile climate convinced thousands more to leave voluntarily. Approximately one-third of Los Angeles's 150,000 Mexican and Mexican American residents left the city in the early 1930s. Overall, nearly one-half million left the United States during the decade. Some Mexican deportees crossed the border with a melancholy song on their lips:

*And so I take my leave,
may you be happy.
Here the song ends,
but the depression goes on forever.*

Water Policy

The New Deal ushered in the era of large-scale water projects designed to provide irrigation and cheap power and to prevent floods. The long-range impact of these undertakings on western life was enormous. The key government agency in this realm was the Bureau of Reclamation of the Department of the Interior, established under the National Reclamation Act of 1902. The bureau's original responsibility had been to construct dams and irrigation works and thereby encourage the growth of small farms throughout the arid regions of the West. Until the late 1920s, the bureau's efforts had been of little consequence, providing irrigation for only a very small portion of land. But its fortunes changed when its focus shifted to building huge multipurpose dams, designed to control entire river systems.

The first of these projects was the Boulder Dam (later renamed the Hoover Dam). The dam, actually begun during the Hoover administration, was designed to harness the Colorado River, the wildest and most isolated of the major western rivers. Its planned benefits included flood prevention, the irrigation of California's Imperial Valley, the supplying of domestic water for southern California, and the generation of cheap electricity for Los Angeles and southern Arizona. Hoover, however, had opposed the public power aspect of the project, arguing that the government ought not to compete with private utility companies. This position was contrary to that of most Westerners, who believed cheap public power was critical for development. Roosevelt's support for government-sponsored power projects was a significant factor in his winning the political backing of the West in 1932 and subsequent election years.

Boulder Dam was completed in 1935, with the help of funds from the Public Works Administration. Its total cost was \$114 million, which was to be offset by the sale of the hydroelectric power it generated. Los Angeles and neighboring cities built a 259-mile aqueduct, costing \$220 million, to channel water to their growing populations. Lake Mead, created by construction of the dam, became the world's largest artificial lake, extending 115 miles up the canyon and providing a popular new recreation area. The dam's irrigation water helped make the Imperial Valley, covering more than 500,000 acres, one of the most productive agricultural districts in the world.

The success of Boulder Dam transformed the Bureau of Reclamation into a major federal agency with huge resources at its disposal. In 1938, it completed the All-American Canal—an 80-mile channel connecting the Colorado River to the Imperial Valley, with a 130-mile branch to the Coachella Valley. The canal cost \$24 million to build and carried a flow of water equal to that of the Potomac River. More than a million acres of desert land were opened up to the cultivation of citrus fruits, melons, vegetables, and cotton. Irrigation districts receiving water promised to repay, without interest, the cost of the canal over a forty-year period. This interest-free loan was in effect a huge government subsidy to the private growers who benefited from the canal.

In 1935, the bureau began the giant Central Valley Project (CVP). The Central Valley, stretching through the California interior, is a 500-mile oblong watershed with an average width of 125 miles. The idea was to bring water from the Sacramento River in the North down to the arid lands of the larger San Joaquin Valley in the South. Completed in 1947, the project eventually cost \$2.3 billion. The CVP stored water and transferred it to the drier southern regions of the state. It also provided electricity, flood control, and municipal water. The federal government, local municipalities, and buyers of electric power paid most of the cost, and the project proved a boon to large-scale farmers in the Sacramento and San Joaquin River Valleys.

The largest power and irrigation project of all was the Grand Coulee Dam, northwest of Spokane, Washington. Completed in 1941, it was designed to convert the power of the Columbia River into cheap electricity,

and to irrigate previously uncultivated land, thereby stimulating the economic development of the Pacific Northwest. The construction of Grand Coulee employed tens of thousands of workers and pumped millions of dollars into the region's badly depressed economy. Between 1933 and 1940, Washington state ranked first in per capita federal expenditures. In the longer run, Grand Coulee provided the cheapest electricity in the United States, and helped attract new manufacturing to a region previously dependent on the export of raw materials, such as lumber and metals.

These technological marvels and the new economic development they stimulated were not without an environmental and human cost. The Grand Coulee and smaller dams nearby reduced the Columbia River, long a potent symbol of the western wilderness, to a string of lakes. Spawning salmon could no longer run the river above the dam. In California, the federal guarantee of river water made a relative handful of large farmers fabulously wealthy. But tens of thousands of farm workers, mostly of Mexican descent, labored in the newly fertile fields for very low wages, and their health suffered from contact with pesticides. The Colorado River, no longer emptying into the Pacific, began to build up salt deposits, making its water increasingly unfit for drinking or irrigation. Water pollution in the form of high salinity continues to plague the 2,000-mile river to this day.

A New Deal for Indians

The New Deal brought important changes and some limited improvements to the lives of Indians. In 1933, some 320,000 Indian peoples, belonging to about 200 tribes, lived on reservations. Most were in Oklahoma, Arizona, New Mexico, and South Dakota. Indian people suffered from the worst poverty of any group in the nation, and an infant mortality rate twice that of the white population. The incidence of alcoholism and other diseases, such as tuberculosis and measles, was much higher on the reservation than off. Half of all those on reservations were landless, forced to rent or live with relatives. The Bureau of Indian Affairs (BIA), oldest of the federal bureaucracies in the West, had a long history of corruption and mismanagement. The BIA had tried for years to assimilate Indians through education, and had routinely interfered with Indian religious affairs and tribal customs. In 1928, the Merriam Report, prepared by the Institute for Government Research, offered a scathing and widely publicized critique of BIA mismanagement. But the Hoover administration made no effort to reform the agency.

In 1933, President Roosevelt appointed John Collier to bring change to the BIA. Collier had deep roots in progressive-era social work and community organizing in eastern big-city slums. During the 1920s, he had become passionately interested in Indian affairs after spending time in Taos, New Mexico. He became involved with the struggle of the Pueblo Indians to hold onto their tribal lands, and he had served as executive secretary of the American Indian Defense Association. As the new BIA head, Collier pledged to "stop wronging the Indians and to rewrite the cruel and stupid laws that rob them and crush their family lives." Collier became the driving force behind the Indian Reorganization Act (IRA) of 1934. The IRA reversed the allotment provisions of the Dawes Severalty Act of 1887, which had weakened tribal sovereignty by shifting the distribution of land from tribes to individuals. The new legislation permitted the restoration of surplus reservation lands to tribal ownership, and allocated funds for the purchase of additional lands and for economic development. At its heart, the IRA sought to restore tribal structures by making the tribes instruments of the federal government. Any tribe that ratified the IRA could then elect a tribal council that would enjoy federal recognition as the legal tribal government. Collier fought first to get the legislation through a reluctant Congress, which, uneasy with reversing the long-standing policy of Indian assimilation, insisted on many changes to Collier's original plan.

The more difficult battle involved winning approval by Indian peoples. Collier's efforts to win acceptance of the IRA met with mixed results on the reservations. Linguistic barriers made it nearly impossible for some tribes to fully assess the plan. The Papagos of southern Arizona, for example, had no words for "budget" and "representative." Their language made no distinction among the terms "law," "rule," "charter," and "constitution," and they used the same word for "president," "reservation agent," "king," and "Indian commissioner." In all, 181 tribes organized governments under the IRA, while 77 tribes rejected it.

The Navajos, the nation's largest tribe, with more than 40,000 members, rejected the IRA, illustrating some of the contradictions embedded in federal policy. The Navajo refusal came as a protest against the BIA's forced reduction of their livestock, part of a soil conservation program. The government blamed Navajo sheep for the gullying and erosion that threatened to fill in Lake Mead and make Boulder Dam inoperable. But the Navajos believed the erosion stemmed not from overgrazing, but from lack of sufficient water and inadequate acreage on the reservation. Facing loss of half their sheep, Navajos took their anger out on Collier, rejecting the reorganization plan.

Under Collier's tenure, the BIA became much more sensitive to Indian cultural and religious freedom. The number of Indian people employed by the BIA itself increased from a few hundred in 1933, to more than 4,600 in 1940. Collier trumpeted the principle of Indian political autonomy, a radical idea for the day. But in practice, both the BIA and Congress regularly interfered with reservation governments, especially in money matters. Collier often dictated economic programs for tribes, which Congress usually underfunded. For the long run, Collier's most important legacy was the reassertion of the status of Indian tribes as semisovereign nations. In 1934, a Department

of the Interior lawyer, Nathan Margold, wrote a legal opinion that tribal governments retained all their original powers—their “internal sovereignty”— except when these were specifically limited by acts of Congress. In later years, U.S. courts would uphold the Margold Opinion, leading to a significant restoration of tribal rights and land to Indian peoples of the West.

V. Depression Era Culture | TO WHAT extent were the grim realities of the Depression reflected in popular culture? To what degree were they absent?

American culture in the 1930s, like all other aspects of national life, was profoundly shaped by the Great Depression. The themes and images in various cultural forms frequently reflected Depression-related problems. Yet contradictory messages coexisted, sometimes within the same novel or movie. With American capitalism facing its worst crisis, radical expressions of protest and revolution were more common than ever. But there were also strong celebrations of individualism, nostalgia for a simpler, rural past, and searches for core American virtues. The 1930s also saw important shifts in the organization and production of culture. For a brief but significant moment, the federal government offered substantial and unprecedented support to artists and writers. In the realm of popular culture, Hollywood movies, network radio broadcasting, and big-band jazz achieved a central place in the everyday lives of Americans.

A New Deal for the Arts

The Depression hit America's writers, artists, and teachers just as hard as blue-collar workers. In 1935, the WPA allocated \$300 million for the unemployed in these fields. Over the next four years, Federal Project No. 1, an umbrella agency covering writing, theater, music, and the visual arts, proved to be one of the most innovative and successful New Deal programs. "Federal One," as it was called, offered work to desperate artists and intellectuals, enriched the cultural lives of millions, and left a substantial legacy of artistic and cultural production. Nearly all these works were informed by the spirit of the documentary impulse, a deep desire to record and communicate the experiences of ordinary Americans.

At its height, the Federal Writers Project employed 5,000 writers on a variety of programs. Most notably, it produced a popular series of state and city guidebooks, each combining history, folklore, and tourism. The 150-volume "Life in America" series included valuable oral histories of former slaves, studies of ethnic and Indian cultures, and pioneering collections of American songs and folk tales. Work on the Writers Project helped many American writers to survive, hone their craft, and go on to great achievement and prominence. These included Ralph Ellison, Richard Wright, Margaret Walker, John Cheever, Saul Bellow, and Zora Neale Hurston. Novelist Anzia Yezierska recalled a strong spirit of camaraderie among the writers: "Each morning I walked to the Project as light hearted as if I were going to a party." The Federal Theater Project (FTP), under the direction of the dynamic Hallie Flanagan of Vassar College, reached as many as 30 million Americans with its productions. The FTP sought to expand the audience for theater beyond the regular patrons of the commercial stage. Tickets for its productions were cheap, and it made variety of dramatic forms available. Among its most successful productions were the "Living Newspaper" plays, based on contemporary controversies and current events. Other FTP productions brought classics as well as new plays to communities. Among the most successful productions were T. S. Eliot's *Murder in the Cathedral*, Maxwell Anderson's *Valley Forge*, and Orson Welles's version of *Macbeth*, set in Haiti with an all-black cast. The FTP supported scores of community-based theatrical units around the country, giving work and experience to actors, playwrights, directors, and set designers. It brought vital and exciting theater to millions who had never attended before.

The Federal Music Project, under Nikolai Sokoloff of the Cleveland Symphony Orchestra, employed 15,000 musicians and financed hundreds of thousands of low-priced public concerts by touring orchestras. The Composers' Forum Laboratory supported new works by American composers such as Aaron Copland and William Schuman.

Among the painters who received government assistance through the Federal Art Project were Willem de Kooning, Jackson Pollock, and Louise Nevelson. The FAP also employed painters and sculptors to teach studio skills and art history in schools, churches, and settlement houses. It also commissioned artists to paint hundreds of murals on the walls of post offices, meeting halls, courthouses, and other government buildings. All these projects, declared Holger Cahill, director of the FAP, were aimed at "raising a generation sensitive to their visual environment and capable of helping to improve it."

The Documentary Impulse

"You can right a lot of wrongs with 'pitiless publicity,'" Franklin Roosevelt once declared. Social change, he argued, "is a difficult thing in our civilization unless you have sentiment." During the 1930s, an enormous number of artists, novelists, journalists, photographers, and filmmakers tried to document the devastation wrought by the Depression in American communities. They also depicted people's struggles to cope with, and reverse, hard times. Mainstream mass media, such as the photo essays found in *Life* magazine or "March of Time" newsreels, also adapted this stance. The "documentary impulse" became a prominent style in 1930s cultural expression. The most direct and influential expression of the documentary style was the photograph. In 1935, Roy Stryker, chief of the Historical Section of the Resettlement Administration (later part of the Farm Security Administration), gathered a remarkable group of photographers to help document the work of the agency. Stryker encouraged them to

photograph whatever caught their interest, even if the pictures had no direct connection with RA projects. These photographers, including Dorothea Lange, Walker Evans, Arthur Rothstein, Russell Lee, Ben Shahn, and Marion Post Wolcott, left us the single most significant visual record of the Great Depression. The photographers traveled through rural areas, small towns, and migrant labor camps, often not stopping even long enough to learn the names of their subjects. They produced powerful images of despair and resignation as well as hope and resilience. Stryker believed that the faces of the subjects were most memorable. “You could look at the people,” he wrote, “and see fear and sadness and desperation. But you saw something else, too. A determination that not even the depression could kill. The photographers saw it—documented it.”

That double vision, combining a frank portrayal of pain and suffering with a faith in the possibility of overcoming disaster, could be found in many other cultural works of the period. John Steinbeck’s *Grapes of Wrath* (1939) sympathetically portrayed the hardships of Oklahoma Dust Bowl migrants on their way to California. “We ain’t gonna die out,” Ma Joad asserts near the end of the book. “People is goin’ on—changing’ a little, maybe, but goin’ right on.” A similar, if more personal, ending could be found in Margaret Mitchell’s 1936 bestseller *Gone with the Wind*. Although this romantic novel was set in the Civil War–era South, many Americans identified with Scarlett O’Hara’s determination to overcome the disaster of war. Many writers interrupted their work to travel around the country and discover the thoughts and feelings of ordinary people. “With real events looming larger than any imagined happenings,” novelist Elizabeth Noble wrote, “documentary films and still photographs, reportage and the like have taken the place once held by the grand invention.” Writers also found a remarkable absence of bitterness and a great deal of faith. James Rorty, in *Where Life Is Better* (1936), was actually encouraged by his cross-country trip. “I had rediscovered for myself a most beautiful land, and a most vital, creative, and spiritually unsubdued people.”

Waiting for Lefty

For some, the capitalist system itself, with its enormous disparities of private wealth amid desperate poverty, was the culprit responsible for the Great Depression. Relatively few Americans became Communists or Socialists in the 1930s (at its height, the Communist Party of the United States had perhaps 100,000 members), and many of these remained active for only a brief time. Yet Marxist analysis, with its emphasis on class conflict and the failures of capitalism, had a wide influence on the era’s thought and writing. Some writers joined the Communist Party, believing it to be the best hope for political revolution. They saw in the Soviet Union an alternative to an American system that appeared mired in exploitation, racial inequality, and human misery. Communist writers, such as the novelist Michael Gold and the poet Meridel LeSueur, sought to radicalize art and literature, and they celebrated collective struggle over individual achievement. Granville Hicks, an editor of the radical magazine the *New Masses*, flatly declared: “If there is any other working interpretation of the apparent chaos than that which presents itself in terms of the class struggle, it has not been revealed.”

A more common pattern for intellectuals, especially when they were young, was brief flirtation with communism. Many African American writers, attracted by the Communist Party’s militant opposition to lynching, job discrimination, and segregation, briefly joined the party, or found their first supportive audiences there. These included Richard Wright, Ralph Ellison, and Langston Hughes. Many playwrights and actors associated with New York’s influential Group Theater were part of the Communist Party orbit in those years. One production of the group, Clifford Odets’s *Waiting for Lefty* (1935), depicted a union organizing drive among taxi drivers. At the play’s climax, the audience was invited to join the actors in shouting “Strike!” A commercial and political success, it offered perhaps the most celebrated example of radical, politically engaged art.

Left-wing influence reached its height after 1935 during the “Popular Front” period. Alarmed by the rise of fascism in Europe, Communists around the world followed the Soviet line of uniting with liberals and all other antifascists. The American Communist Party adopted the slogan “Communism is Twentieth-Century Americanism.” Communists became strong supporters of Roosevelt’s New Deal, and their influence was especially strong within the various WPA arts projects. Some 3,000 Americans volunteered for the Communist Party-organized Abraham Lincoln Brigade, which fought in the Spanish Civil War on the republican side, against the fascists led by Francisco Franco. The Lincolns’ sense of commitment and sacrifice appealed to millions of Americans sympathetic to the republican cause. Communists and other radicals, known for their dedication and effectiveness, also played a leading role in the difficult CIO unionizing drives in the auto, steel, and electrical industries.

Film and Radio in the 1930s

Despite the Depression, the mass-culture industry expanded enormously during the 1930s. If mass culture offered little in the way of direct responses to the economic and social problems of the day, it nonetheless played a more integral role than ever in shaping the rhythms and desires of the nation’s everyday life. The coming of “talking pictures” toward the end of the 1920s, helped make movies the most popular entertainment form of the day. More than 60 percent of Americans attended one of the nation’s 20,000 movie houses each week. Through fan magazines

and gossip columns, they followed the lives and careers of movie stars more avidly than ever. With so many movies being churned out by Hollywood studios for so many fans, it is difficult to generalize about the cultural impact of individual films. Movie-going itself, usually enjoyed with friends, family, or a date, was perhaps the most significant development of all.

Several film genres proved enormously popular during the 1930s. Gangster films did very well in the early Depression years. *Little Caesar* (1930), starring Edward G. Robinson, and *Public Enemy* (1931), with James Cagney, set the standard. They all depicted violent criminals brought to justice by society—but along the way, they gave audiences a vicarious exposure to the pleasures of wealth, power, and law-breaking. Social disorder could also be treated comically, as in such Marx Brothers films as *Duck Soup* (1933) and *A Night at the Opera* (1935). Mae West's popular comedies, such as *She Done Him Wrong* (1933) and *I'm No Angel* (1933), made people laugh by subverting expectations about sex roles. West was an independent woman, not afraid of pleasure. When Cary Grant asked her, "Haven't you ever met a man who could make you happy?" she replied, "Sure, lots of times."

Movie musicals offered audiences extravagant song-and-dance spectacles, as in Busby Berkeley's *Gold Diggers of 1933*, and *42nd Street* (1933). "Screwball comedies" featured sophisticated, fast-paced humor and usually paired popular male and female stars: Clark Gable and Claudette Colbert in *It Happened One Night* (1934), Katharine Hepburn and Cary Grant in *Bringing Up Baby* (1938). A few movies, notably from the Warner Brothers studio, tried to offer a more "socially conscious" view of Depression-era life. These included *I Am a Fugitive from a Chain Gang* (1932), *Wild Boys of the Road* (1933), and *Black Legion* (1936). By and large, however, Hollywood avoided confronting controversial social or political issues.

Some 1930s filmmakers expressed highly personal visions of core American values. Two who succeeded in capturing both popular and critical acclaim were Walt Disney and Frank Capra. By the mid-1930s, Disney's animated cartoons had become moral tales that stressed keeping order and following the rules. The Mickey Mouse cartoons and the full-length features, such as *Snow White and the Seven Dwarfs* (1937), pulled back from the fantastic stretching of time and space in earlier cartoons. Capra's comedies, such as *Mr. Deeds Goes to Town* (1936) and *You Can't Take It with You* (1938), idealized a small-town America, with close families and comfortable homes. Although Capra's films dealt with contemporary problems more than most, he seemed to suggest that most of the country's ills could be solved if only its leaders learned the old-fashioned values of "common people"—kindness, loyalty, and charity.

Radio broadcasting emerged as the most powerful medium of communication in the home, profoundly changing the rhythms and routines of everyday life. In 1930, roughly 12 million American homes, 40 percent of the total, had radio sets. By the end of the decade, radios could be found in 90 percent of the nation's homes. Advertisers dominated the structure and content of American radio, forming a powerful alliance with the two large networks, the National Broadcasting Company (NBC) and the Columbia Broadcasting System (CBS). The Federal Communications Commission, established in 1934, continued long-standing policies that favored commercial broadcasting over other arrangements, such as municipal or university programming.

The Depression actually helped radio expand. An influx of talent arrived from the weakened worlds of vaudeville, ethnic theater, and the recording industry. The well-financed networks offered an attractive outlet to advertisers seeking a national audience. Radio programming achieved a regularity and professionalism absent in the 1920s, making it much easier for a listener to identify a show with its sponsor. Much of network radio was based on older cultural forms. The variety show, hosted by comedians and singers, and based on the old vaudeville format, was the first important style. It featured stars such as Eddie Cantor, Ed Wynn, Kate Smith, and Al Jolson, who constantly plugged the sponsor's product. The use of a studio audience re-created the human interaction so necessary in vaudeville. The popular comedy show *Amos 'n' Andy* adapted the minstrel "blackface" tradition to the new medium. White comedians Freeman Gosden and Charles Correll used only their two voices to invent a world of stereotyped African Americans for their millions of listeners.

The spectacular growth of the daytime serial, or soap opera, dominated radio drama. Aimed mainly at women working in the home, these serials alone constituted 60 percent of all daytime shows by 1940. Soaps such as *Ma Perkins*, *Helen Trent*, and *Clara Lou and Em* revolved around strong, warm female characters who provided advice and strength to weak, indecisive friends and relatives. Action counted very little; the development of character and relationships was all-important. Thrillers such as *Inner Sanctum* and *The Shadow*, which emphasized crime and suspense, made great use of music and sound effects to sharpen their impact.

Finally, radio news arrived in the 1930s, showing the medium's potential for direct and immediate coverage of events. Network news and commentary shows multiplied rapidly over the decade. Complex political and economic issues and the impending European crisis fueled a news hunger among Americans. A 1939 survey found that 70 percent of Americans relied on the radio as their prime source of news. Yet commercial broadcasting, dominated by big sponsors and large radio manufacturers, failed to cover politically controversial events, such as labor struggles.

The Swing Era

One measure of radio's cultural impact was its role in popularizing jazz. Before the 1930s, jazz was heard largely among African Americans and a small coterie of white fans and musicians. Regular broadcasts of live performances began to expose a broader public to the music. So did radio disc jockeys who played jazz records on their shows. Bands led by black artists such as Duke Ellington, Count Basie, and Benny Moten began to enjoy reputations outside of traditional jazz centers like Chicago, Kansas City, and New York. Benny Goodman became the key figure in the "swing era," largely through radio exposure. Goodman, a white, classically trained clarinetist, had been inspired by African American bandleaders Fletcher Henderson and Don Redman. These men created arrangements for big bands that combined harmonic call-and-response patterns with breaks for improvised solos. Goodman purchased a series of arrangements from Henderson, smoothing out the sound, but keeping the strong dance beat. His band's late-Saturday-night broadcasts began to attract attention. In 1935, at the Palomar Ballroom in Los Angeles, Goodman made the breakthrough that established his enormous popularity. When the band started playing the Henderson arrangements, the young crowd, primed by the radio broadcasts, roared its approval and began to dance wildly. Goodman's music was perfect for doing the jitterbug or lindy hop, dances borrowed from African American culture. As "the King of Swing," Goodman helped make big-band jazz a hit with millions of teenagers and young adults from all backgrounds. In the late 1930s, big-band music by the likes of Goodman, Basie, Jimmie Lunceford, and Artie Shaw accounted for the majority of million-selling records.

VI. The Limits of Reform | WHAT WERE the limits of the New Deal’s reforms, and what legacy did they leave?

In his second inaugural address, Roosevelt emphasized that much remained to be done to remedy the effects of the Depression. Tens of millions of Americans were still denied the necessities for a decent life. “I see one third of a nation ill-housed, ill-clad, ill-nourished,” the president said. With his stunning electoral victory, the future for further social reform seemed bright. Yet by 1937, the New Deal was in retreat. A rapid political turnaround over the next two years put continuing social reform efforts on the defensive.

Court Packing

In May 1935, in *Schechter v. United States*, the Supreme Court found the National Recovery Administration unconstitutional in its entirety. In early 1936, ruling in *Butler v. United States*, the Court invalidated the Agricultural Adjustment Administration, declaring it an unconstitutional attempt at regulating agriculture. The Court was composed mostly of Republican appointees, six of whom were over seventy years old. Roosevelt looked for a way to get more friendly judges on the high court.

In February 1937, a frustrated FDR asked Congress for legislation that would expand the Supreme Court from nine to a maximum of fifteen justices. The president would be empowered to make a new appointment whenever an incumbent judge failed to retire upon reaching age seventy. Roosevelt argued that age prevented justices from keeping up with their workload, but few people believed this logic. Newspapers almost unanimously denounced FDR’s “court-packing bill.”

Even more damaging was the determined opposition from a coalition of conservatives and outraged New Dealers in the Congress, such as Democratic senator Burton K. Wheeler of Montana. The president gamely fought on, maintaining that his purpose was simply to restore the balance of power among the three branches of the federal government. As the battle dragged on through the spring and summer, FDR’s claims weakened. Conservative justice Willis Van Devanter announced plans to retire, giving Roosevelt the chance to make his first Court appointment.

More important, the Court upheld the constitutionality of some key laws from the Second New Deal, including the Social Security Act and the National Labor Relations Act. At the end of August, FDR backed off from his plan and accepted a compromise bill that reformed lower court procedures, but left the Supreme Court untouched. FDR lost the battle for his judiciary proposal, but he may have won the war for a more responsive Court. Still, the political price was very high. The Court fight badly weakened Roosevelt’s relations with Congress. Many more conservative Democrats now felt free to oppose further New Deal measures.

The Women’s Network

The Great Depression and the New Deal brought some significant changes for women in American economics and politics. Most women continued to perform unpaid domestic labor within their homes, work that was not covered by the Social Security Act. A growing minority, however, also worked for wages and salaries outside the home. By 1940, 25.1 percent of the workforce was female. There was also an increase in married working women as a result of hard times. But sexual stereotyping still routinely forced women into low-paying and low-status jobs.

The New Deal brought a measurable, if temporary, increase in women’s political influence. For those women associated with social reform, the New Deal opened up possibilities to effect change. A “women’s network,” linked by personal friendships and professional connections, made its presence felt in national politics and government. Most of the women in this network had long been active in movements promoting suffrage, labor law reform, and welfare programs.

Eleanor Roosevelt became a powerful political figure in her own right, actively using her prominence as First Lady to fight for the liberal causes she believed in. She revolutionized the role of the political wife by taking a position involving no institutional duties and turning it into a base for independent action. Privately, she enjoyed great influence with her husband, and her support for a cause could give it instant credibility. She worked behind the scenes with a wide network of women professionals and reformers whom she had come to know in the 1920s. She was a strong supporter of protective labor legislation for women, and her overall outlook owed much to the social reform tradition of the women’s movement. One of Eleanor Roosevelt’s first public acts as First Lady was to convene a White House Conference on the Emergency Needs of Women, in November 1933. She helped Ellen Woodward, head of women’s projects in the Federal Emergency Relief Administration, find jobs for 100,000 women, ranging from nursery school teaching to sewing. Roosevelt worked vigorously for anti-lynching legislation, compulsory health insurance, and child labor reform, and fought racial discrimination in New Deal relief programs. She saw herself as the guardian of “human values” within the administration, a buffer between Depression victims and government bureaucracy. She frequently testified before legislative committees, lobbied her husband privately and the Congress publicly, and wrote a widely syndicated newspaper column.

Eleanor Roosevelt’s closest political ally was Molly Dewson. A longtime social worker and suffragist, Dewson wielded a good deal of political clout as director of the Women’s Division of the national Democratic Party. Under

her leadership, women for the first time played a central role in shaping the party platform and running election campaigns. Dewson proved a tireless organizer, traveling to cities and towns around the country and educating women about Democratic policies and candidates. Her success impressed the president, and he relied on her judgment in recommending political appointments. Dewson placed more than a hundred women in New Deal positions.

Perhaps Dewson's most important success came in persuading FDR to appoint Frances Perkins secretary of labor—the first woman cabinet member in U.S. history. A graduate of Mount Holyoke College and a veteran activist for social welfare and reform, Perkins had served as FDR's industrial commissioner in New York before coming to Washington. As labor secretary, Perkins embodied the gains made by women in appointive offices. Her department was responsible for creating the Social Security Act and the Fair Labor Standards Act of 1938, both of which incorporated protective measures long advocated by women reformers. Perkins defined feminism as “the movement of women to participate in service to society.” New Deal agencies opened up spaces for scores of women in the federal bureaucracy. These women were concentrated in Perkins's Labor Department, the FERA and WPA, and the Social Security Board. In addition, the social work profession, which remained roughly two-thirds female in the 1930s, grew enormously in response to the massive relief and welfare programs. In sum, although the 1930s saw no radical challenges to existing male and female roles, working-class women and professional women held their own and managed to make some gains.

A New Deal for Minorities?

“The Negro was born in Depression,” recalled Clifford Burke. “It only became official when it hit the white man.” Long near the bottom of the American economic ladder, African Americans suffered disproportionately through the difficult days of the 1930s. The old saying among black workers that they were “last hired, first fired” was never more true than during times of high unemployment. With jobs made scarce by the Depression, even traditional “Negro occupations”—domestic service, cooking, janitorial work, elevator operating—were coveted. One white clerk in Florida expressed a widely held view among white southerners when he defended a lynch mob attack on a store with black employees: “A nigger hasn't got no right to have a job when there are white men who can do the work and are out of work.”

Overall, the Roosevelt administration made little overt effort to combat the racism and segregation entrenched in American life. FDR was especially worried about offending the powerful southern Democratic congressmen who were a key element in his political coalition. And local administration of many federal programs meant that most early New Deal programs routinely accepted discrimination. The CCC established separate camps for African Americans. The NRA labor codes tolerated lower wages for black workers doing the same jobs as white workers. African Americans could not get jobs with the TVA. When local AAA committees in the South reduced acreage and production to boost prices, thousands of black sharecroppers and farm laborers were forced off the land. Racism was also embedded in the entitlement provisions of the Social Security Act. The act excluded domestics and casual laborers—workers whose ranks were disproportionately African Americans—from old-age insurance.

Yet some limited gains were made. President Roosevelt issued an executive order in 1935 banning discrimination in WPA projects. In the cities, the WPA, paying minimum wages of \$12 a week, enabled thousands of African Americans to survive. Between 15 and 20 percent of all WPA employees were black people, although African Americans made up less than 10 percent of the nation's population. The Public Works Administration, under Harold Ickes, constructed a number of integrated housing complexes and employed more than its fair share of black workers in construction. FDR appointed several African Americans to second-level positions in his administration. This group became known as “the Black Cabinet.” Mary McLeod Bethune, an educator who rose from a sharecropping background to found Bethune-Cookman College, proved a superb leader of the Office of Minority Affairs in the National Youth Administration. Her most successful programs substantially reduced black illiteracy. Harvard-trained Robert Weaver advised the president on economic affairs, and in 1966, became the first black cabinet member when he was appointed secretary of housing and urban development. Hard times were especially trying for Mexican Americans as well. As the Great Depression drastically reduced the demand for their labor, they faced massive layoffs, deepening poverty, and deportation. During the 1930s, more than 400,000 Mexican nationals and their children returned to Mexico, often coerced by local officials unwilling to provide them with relief, but happy to offer train fare to border towns. Many native-born Americans argued that deporting Mexicans could reduce unemployment for U.S. citizens. But these claims reflected deep racial prejudice, inflamed by the economic crisis. In Detroit, deportations reduced the size of that city's thriving Mexican colonia from 15,000 to 3,000 by 1933. In Los Angeles, where 100,000 Mexicans constituted the largest colonia in the United States, fully one-third became repatriados. For those who stayed, the New Deal programs did little to help. The AAA benefited large growers, not stoop laborers. Neither the National Labor Relations Act nor the Social Security Act made any provisions for farm laborers. The Federal Emergency Relief Administration and the Works Progress Administration did, at first, provide relief and jobs to the needy, irrespective of citizenship status. But after 1937, the WPA eliminated aliens from

eligibility, causing great hardship for thousands of Mexican families. By World War II, colonias would increasingly be dominated by the American-born second generation, rather than those born in Mexico. And since only citizens or aliens who had begun the process of naturalization were eligible for public works jobs, these programs motivated more Mexican immigrants to become U.S. citizens.

The New Deal record for minorities was mixed at best. African Americans, especially in the cities, benefited from New Deal relief and work programs, though this assistance was not color-blind. Black industrial workers made inroads into labor unions affiliated with the CIO. The New Deal made no explicit attempt to attack the deeply rooted patterns of racism and discrimination in American life. The deteriorating economic and political conditions faced by Mexicans and Mexican Americans resulted in a mass reverse exodus. Yet by 1936, for the first time ever, a majority of black voters had switched their political allegiance to the Democrats—concrete evidence that they supported the directions taken by FDR’s New Deal.

The Roosevelt Recession

The nation’s economy had improved significantly by 1937. Unemployment had declined to “only” 14 percent (9 million people), farm prices had improved to 1930 levels, and industrial production was slightly higher than the 1929 mark. Economic traditionalists, led by Secretary of the Treasury Henry Morgenthau, called for reducing the federal deficit, which had grown to more than \$4 billion in fiscal year 1936. Roosevelt, always uneasy about the growing national debt, called for large reductions in federal spending, particularly in WPA and farm programs. Federal Reserve System officials, worried about inflation, tightened credit policies.

Rather than stimulating business, the retrenchment brought about a steep recession. The stock market collapsed in August 1937, and industrial output and farm prices plummeted. Most alarming was the big increase in unemployment. By March 1938, the jobless rate hovered around 20 percent, with more than 13 million people looking for work. As conditions worsened, Roosevelt began to blame the “new depression” on a “strike of capital,” claiming businessmen had refused to invest because they wanted to hurt his prestige. In truth, the administration’s own severe spending cutbacks were more responsible for the decline.

The blunt reality was that even after five years, the New Deal had not brought about economic recovery. Throughout 1937 and 1938, the administration drifted. Roosevelt received conflicting advice on the economy. Some advisers, suspicious of the reluctance of business to make new investments, urged a massive antitrust campaign against monopolies. Others urged a return to the strategy of “priming the economic pump” with more federal spending. Emergency spending bills in the spring of 1938 pumped new life into the WPA and the PWA. But Republican gains in the 1938 congressional elections made it harder than ever to get new reform measures through. There were a couple of important exceptions. The 1938 Fair Labor Standards Act established the first federal minimum wage (25 cents an hour) and set a maximum workweek of forty-four hours for all employees engaged in interstate commerce. The National Housing Act of 1937, also known as the Wagner-Steagall Act, funded public housing construction and slum clearance and provided rent subsidies for low-income families. But by and large, by 1938, the reform whirlwind of the New Deal was over.

Conclusion

Far from being the radical program its conservative critics charged, the New Deal did little to alter fundamental property relations or the distribution of wealth. Indeed, most of its programs largely failed to help the most powerless groups in America—migrant workers, tenant farmers and sharecroppers, African Americans, and other minorities. But the New Deal profoundly changed many areas of American life. Overall, it radically increased the role of the federal government in American lives and communities. Western and southern communities in particular were transformed through federal intervention in water, power, and agricultural policies. Relief programs and the Social Security system established at least the framework for a welfare state. For the first time in American history, the national government took responsibility for assisting its needy citizens. And also for the first time, the federal government guaranteed the rights of workers to join trade unions, and it set standards for minimum wages and maximum hours. In politics, the New Deal established the Democrats as the majority party. Some version of the Roosevelt New Deal coalition would dominate the nation’s political life for another three decades.

The New Deal’s efforts to end racial and gender discrimination were modest at best. Some of the more ambitious programs, such as subsidizing the arts or building model communities, enjoyed only brief success. Other reform proposals, such as national health insurance, never got off the ground. Conservative counter-pressures, especially after 1937, limited what could be changed. Still, the New Deal did more than strengthen the presence of the national government in people’s lives. It also fed expectations that the federal presence would intensify. Washington became a much greater center of economic regulation and political power, and the federal bureaucracy grew in size and influence. With the coming of World War II, the direct role of national government in shaping American communities would expand beyond the dreams of even the most ardent New Dealer.