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## The Ideological Boundary Condition on Great Society Employment Policy

**Abstract:** The 1960s was a period of political opening for employment policy, when important questions about unemployment and economic insecurity were debated and a number of ambitious policies were enacted. Yet the Great Society's employment policy agenda was also fundamentally limited in scope; it comprised interventions that reinforced rather than altered existing labor market mechanisms. Previous work suggests that primarily institutional factors were responsible for this constraint. By contrast, I contend that in addition to institutional factors, there was an ideological boundary condition on the era's employment policy. The Johnson administration's policymakers conformed to aspects of the liberal tradition in America, which limited policy options as well as the efficiency and efficacy of implemented policy.

**Keywords:** Full employment programs, Great Society employment policy, Johnson administration, liberalism, antistatism, Manpower Development Training Act, Economic Opportunity Act, Community Action Programs

Federal employment policy in the United States has, since its inception in the 1930s, been incommensurate with its stated goals: ensuring economic stability and adequate employment for all able-bodied Americans.<sup>1</sup> Despite economic and political incentives for policymakers to promote economic growth and high employment, American employment policy has historically relied on minimal labor market intervention and relatively low levels of spending.<sup>2</sup> The United States is something of an outlier in this respect. Most comparable advanced, industrialized countries spend more, have much more active and involved employment policies, and provide economic security benefits to all citizens regardless of whether or not they work.<sup>3</sup>

President Lyndon B. Johnson's employment and poverty initiatives during the Great Society (1964–68) are one example in a pattern of inadequate national employment policy stretching from the 1930s through the present. The Great Society's limited employment policy agenda is particularly noteworthy given President Johnson's Democratic party affiliation, the Democratic majority in Congress, his legislative effectiveness, and his demonstrated support for groundbreaking and controversial federal policy, including the 1964 Civil Rights Act and the 1965 Voting Rights Act.<sup>4</sup> Rather than seeing the Great Society's employment policies as either an expansion of the New Deal's progressive social welfare agenda or a repudiation of the New Deal's radical public employment experiments, I contend that employment policy in both eras was more fundamentally conservative than is commonly recognized. In the 1930s and the 1960s, employment policy did not provide adequate aggregate employment or ensure that all available jobs were good jobs, meaning that they offered good working conditions and hours and wages sufficient for workers to support themselves and their families.<sup>5</sup>

When he assumed the presidency in late 1963, Johnson's domestic policy agenda included helping the unemployed and the economically disadvantaged. In his 1964 State of the Union address, President Johnson vowed to wage "a war against poverty" and proposed a program centered around increasing the poor's labor market participation.<sup>6</sup> It is widely accepted, though, that Johnson's War on Poverty did not substantially achieve this goal.

Scholars have asserted that Johnson's budgetary commitments and other institutional factors limited the scope of his poverty and employment policy, which led to this failure.<sup>7</sup> I instead argue that Johnson's employment policy agenda was shaped not just by budget and institutional factors but also by ideology. Johnson and other key executive branch policymakers adhered to a set of ideological precepts about work, citizenship, and the role of government in the labor market grounded in the American liberal tradition, which constrained the range of employment policies they deemed acceptable.

Ideology is a boundary condition on the employment policy debate, rather than a causal factor determining a policy debate outcome. An ideological boundary condition refers to the "shared values" or framework within which policymakers construct policy. As such, a boundary-condition analysis explains "the preservation of the status quo," while a causal analysis accounts for "patterns of concomitant *variation*."<sup>8</sup> Johnson and key members of his administration, like the New Dealers before them, accepted core tenets of what Louis Hartz called "the liberal tradition" in America,<sup>9</sup> which guided their conception of the root causes of unemployment, underemployment,

and poverty. In policy terms, Johnson's administration routinely made employment-policy choices that held individuals responsible for their unemployment and economic insecurity and failed to address underlying labor-market mechanisms contributing to these problems.

In particular, policymakers overlooked evidence that the conventional seamless labor market model did not accurately depict the labor market mechanics in poor urban areas. Low wages, poor working conditions, and a lack of advancement opportunities led to high worker turnover among the disadvantaged poor living and working in urban "ghettos." The issue was not that there were no jobs available in such pockets of urban poverty. Rather, the dismal quality of available jobs relegated the disadvantaged poor to a secondary tier of a two-tiered labor market that held virtually no prospects for economic stability or career advancement. Employers in this secondary tier were effectively substituting labor for capital and had no incentive to improve things for workers stuck in this lower tier.<sup>10</sup> What such workers needed was a path to better-paying and more stable jobs. The Johnson administration targeted its efforts at services for the poor, rather than at the labor market, so the disadvantaged poor got inadequate, short-term skills training and work-experience programs that were essentially commensurate with the already existing jobs in their neighborhoods. Despite its faulty premise and poor outcomes, this policy approach fit neatly with the liberal boundary condition.

My focus on ideology is methodologically innovative within American Political Development (APD). Many APD scholars shy away from ideological explanations on the grounds that they are vague and difficult to evaluate.<sup>11</sup> Following this pattern, scholarship on U.S. employment policy has only included ideology in a peripheral way. Scholars have focused on how institutional factors or interest groups have shaped and constrained employment policy.<sup>12</sup> When works consider an ideational component, it is generally confined to consideration of policy ideas, while ideology is a stand-in for partisan affiliation rather than an overarching framework that affected both political parties.<sup>13</sup>

However, institutional factors cannot fully explain the Johnson administration's employment policy preferences, particularly the employment policy proposals that Johnson repeatedly rejected. By contrast, the Johnson administration's allegiance to an ideological boundary condition can account for its persistent antipathy to some policy proposals. In other words, understanding the Great Society's employment policy trajectory means looking at policy *absences* as well as policy *outcomes*.<sup>14</sup> For example, the Office of Economic Opportunity (OEO) made concerted but futile attempts to institute permanent

public service employment. This policy absence, overlooked by existing institutional analyses,<sup>15</sup> was not simply the result of institutional factors such as budget constraints or insufficient institutional capacity. The administration's responses to the OEO's proposals, juxtaposed with the policies that were enacted, such as the Department of Labor's (DOL) training programs, show an ideological boundary condition at work. While the DOL's proposals identified jobless individuals as deficient and in need of training or services, the OEO's policies cast labor market deficiencies as a root cause of unemployment that no amount of training or services could correct.

### THE LIBERAL TRADITION AS BOUNDARY CONDITION

The ideological boundary condition on Great Society employment policy is characterized by two ideological currents that derive from American liberalism, with roots dating back to the founding of the American republic. The first current is the link between paid, private employment and social citizenship. Judith Shklar contends that "citizenship in America has never been just a matter of agency or empowerment, but also of social standing," and that in America the exclusion of some groups, such as slaves and women, was an important part of what defined membership for the rest.<sup>16</sup> That framework has clear liberal precepts. John Locke proclaimed individuals' labor as the mechanism that defines property ownership and independence, both of which he identified as important prerequisites for the formation of a political community.<sup>17</sup> Not coincidentally, early on in America, property ownership signaled the independence necessary for obtaining the right to vote in most states.<sup>18</sup> With America's rejection of a landed, hereditary aristocracy alongside its endorsement of slavery, paid labor—not just property—came to designate independence.<sup>19</sup>

During the nineteenth century, as many states dispensed with the property requirement for voting, two competing ideas about work—the producer ethic and self-ownership—helped solidify the connection between labor and independence.<sup>20</sup> Notwithstanding the important differences between these models of work,<sup>21</sup> both linked work, measured either through production or wages, with independence. Eric Foner documents the efforts that President Abraham Lincoln, among others, made to unify producers and wage laborers by casting American social mobility as the means for laborers to acquire the means of production. Crucially, this theory of social and economic advancement through work identified individuals, not the economic system or labor market, as responsible for the outcome of their labor.<sup>22</sup> By the time employment

and unemployment became issues at the national level in America in the 1920s and 1930s, wage labor had become the dominant model for work, complete with a connotation of independence grounded in workers' personal responsibility for their level of prosperity.<sup>23</sup>

Casting employment as an individual responsibility is neither trivial nor accidental; it originates in work's association with independence and the valorization of independence within American notions of citizenship. Although the importance of work as an expression of citizenship could serve as a justification for the constitution of work as a social right, this potential has not been fulfilled in America. Work provided or guaranteed by the government is not adequately "free" and so, like forced labor, cannot convey standing.<sup>24</sup> The crucial link to independently obtained work would be compromised if work was constituted as a social right, or if general access to income was uncoupled from employment through something like a government income guarantee. Likewise, the insistence on workers' independence suggests that differences in income are due to variation in individual effort, rather than the economic system or labor market. Thus, workers with greater labor-force attachment (those with long-term employment, particularly in skilled occupations) are accorded greater social standing as individuals and, as a group, are seen as more integral to maintaining America's economic prosperity than less skilled, more transient workers. My shorthand for this current of American liberalism is *work-as-citizenship*.

The second American liberal current relevant to employment policy is closely related to work-as-citizenship and the valorization of independently obtained work. What I call *labor-market antistatism* refers to the long-held conviction that the government must intervene as little as possible in the market. The particular application of antistatism vis-à-vis employment and the labor market sets it apart from broader attempts to limit state power, but like antistatism more generally, it has roots in the early republic. Political leaders, including Thomas Jefferson and the Anti-Federalists, linked Lockean antistatism with Adam Smith's argument that the best prospects for economic growth—which would benefit individuals as well as society at large—required keeping the state at the margins of the market.<sup>25</sup>

Both work-as-citizenship and labor-market antistatism are part of a paradigm in which it is an individual, not governmental, responsibility that adults obtain work. Conforming to this framework, American policymakers have historically linked work to status but backed away from policies that would ensure sufficient employment for all able-bodied adults, such as public jobs programs or a right to work.

The inadequacy of American employment policy, as measured by persistent unemployment and underemployment, is not just an economic issue at either the individual or the national level. It also has deep implications for social and political inclusion. Since work has historically served as a marker of standing, those who earn are seen as worthy, independent citizens and their value has long been recognized through political inclusion and public policy provision. Those who do not work, or who perform unpaid labor, such as domestic or familial caretaking work, have been accorded less esteem and fewer public policy benefits.<sup>26</sup>

### CONSTRUCTING GREAT SOCIETY EMPLOYMENT POLICY WITHIN LIBERAL LIMITS

The labor market in the 1960s was not superficially in a dire state. The national unemployment rate during the decade was fairly low, usually between 4 percent and 6 percent.<sup>27</sup> However, many individuals were economically insecure during that period. For example, at the close of 1963, while overall unemployment was a bit higher than economists would have liked at 5.9 percent, the unemployment rate for blacks was nearly double that at 10.7 percent, the unemployment rate for 14–19-year-olds was even higher at 17.2 percent, and thirty-seven major labor market areas had unemployment rates over 6 percent. Moreover, much of this unemployment was not simply short-term turnover as workers shifted from one job to another. Instead, 35 percent of the unemployed had been without work for fifteen weeks or more, and another 17 percent had been without work for twenty-seven weeks or more.<sup>28</sup>

In addition, changes in the types of jobs, wages, and benefits available meant that underemployment (when workers who wanted full-time work could only secure part-time work) was a persistent problem not reflected in the unemployment rate.<sup>29</sup> The Secretary of Labor estimated that more than a million workers were underemployed in late 1963. This, combined with nearly another million people who would try to enter the labor market “if the job prospects improved,” meant that there were at least six million Americans without stable footing in the labor market at the close of 1963. Since the DOL expected that the labor force would continue to grow by more than a million people a year, economic insecurity was likely to increase unless there was a substantial uptick in stable, full-time jobs.<sup>30</sup>

President Johnson was aware of these issues, but he sought to pursue a national campaign to reduce entrenched economic insecurity, particularly among historically disadvantaged populations, while maintaining the privileged

position of private-sector work. This led him to support policies that reinforced the labor market's existing processes while quashing proposals that would have supplemented the private labor market's supply of jobs. As a result, the Great Society's employment policies included demand-side macroeconomic policies (like the 1964 Tax Cut, a policy designed to boost economic growth and promote labor market expansion),<sup>31</sup> manpower training programs,<sup>32</sup> and self-help services directed at the poor, but no permanent public jobs programs.<sup>33</sup> This absence is especially striking since the OEO repeatedly proposed creating a permanent public employment program. Johnson consistently rejected or ignored their proposals.

Manpower training programs and the 1964 Tax Cut are usually cast as policy rivals, since the former was based on a theory of structural unemployment,<sup>34</sup> while the latter was a variant of the Keynesian theory that government spending could spur aggregate demand.<sup>35</sup> However, these two approaches had more in common than is generally recognized. Both the structuralists and the commercial Keynesians relied on inadequate definitions of employment and unemployment, and glossed over the potential for economic security to remain a serious problem even amid economic growth and with retraining programs offsetting technological displacement of workers.<sup>36</sup> The Tax Cut and manpower training together reinforced the conviction that, with some government support, the labor market could be trusted to create the right sorts of jobs at sufficiently high wages.

Macroeconomic policy and manpower training at least signaled policymakers' implicit recognition of labor market deficiencies; in the case of the Tax Cut, a failure to promote sufficient economic growth on its own, and in the case of the manpower programs a failure to provide sufficient opportunities for education and training. By contrast, the self-help programs were prompted by the cultural diagnosis of poverty, a fundamentally noneconomic explanation for poverty.<sup>37</sup> The self-help approach did share key features with manpower training, since they both targeted individuals rather than altering the basic structures of the labor market.

### THE IDEOLOGICAL BASIS FOR COMMUNITY ACTION AND THE "CULTURE OF POVERTY"

The Johnson administration's acceptance of work-as-citizenship and labor-market antistatism primed policymakers to fault the poor for entrenched poverty and joblessness while ignoring systematic economic or labor market issues. In the early 1960s, executive-branch policymakers were concerned

about the concentration of unemployment, poverty, and participation in government aid programs in some urban and rural communities.<sup>38</sup> These pockets of extreme poverty amid general economic prosperity presented an apparent contradiction. Some analysts, including policymakers at the Bureau of the Budget (BOB), the Council of Economic Advisers (CEA), and to a great extent, the DOL, concluded that populations of “hard-core” unemployed were disconnected from general macroeconomic trends, and that their poverty was the result of social or cultural phenomena.<sup>39</sup>

Others, though, including some in organized labor and leaders of the civil rights movement, argued that the problem lay in the labor market rather than with poor individuals or their communities. The AFL-CIO’s Executive Council identified income inequality and lack of jobs as the factors largely responsible for poverty. They argued for “National policies to sharply increase employment—for the jobless and the under-employed,” including “a vast increase in federal outlays for job-creating public works.”<sup>40</sup> Similarly, in the 1963 March on Washington, civil rights leaders cited an insufficiency of employment, inadequate wages, and racial discrimination in the private market as the main drivers of urban poverty. They called for public works, an increase in the minimum wage, and government intervention to prevent labor market discrimination as correctives.<sup>41</sup> Implicit in this push to improve employment prospects for blacks was a challenge to work-as-citizenship’s basic precepts. Routine, ingrained racial discrimination had historically prevented many in the black community from securing the sorts of stable jobs that provided sufficient income and access to social-welfare benefits. How could work serve as a basic route to social and political inclusion if some people were prevented from full and free participation in the labor market? The Johnson administration did not provide a satisfying answer to that question, though it did make some efforts to remedy outright discrimination in the labor market and to increase the number of jobs in the labor market.<sup>42</sup>

The Johnson administration’s refusal to adequately recognize economic and labor market causes of poverty is striking. Particularly since, during the planning stages of the War on Poverty, policymakers at the CEA and BOB compiled evidence that poverty among able-bodied adults was largely caused by a dearth of good jobs, coupled with an abundance of low-quality jobs at inadequate wages. However, rather than addressing these issues, policymakers in those departments instead promoted policy solutions that sought to make individuals more prepared for a supposedly seamless labor market based on reasoning that conformed to the liberal currents.



The Johnson administration's economists knew in late 1963 that a majority of poor families, more than 5.3 million, participated in the labor market but were still unable to earn enough to rise out of poverty.<sup>43</sup> Though they did not classify the working poor as occupying a secondary tier of a dual labor market, their data made it clear that for most of the poor the problem was not simply the aggregate employment level but job and wage quality. This had not changed by the middle of 1965 when BOB Director Charles L. Schultze reported that "more than *half* of poor families were headed by an employed person, whose earnings were so low that he (or she) couldn't get above the poverty line."<sup>44</sup>

In addition, the CEA had data that showed correlations between poverty and one or more of the following: discrimination in the labor market, inadequate education and training, loss of a breadwinner, caretaking responsibilities, retirement, and concentrations of unemployment in urban ghettos.<sup>45</sup> Crucially, the Johnson administration's policies treated all of these factors as *causes*, not *effects*, of unemployment and poverty.<sup>46</sup> Thus, the persistence of poverty in some urban and rural areas was cast as the result of a cycle or culture of poverty.

The culture-of-poverty model did not address the role of labor market inadequacies that disproportionately affected black workers. Ongoing discrimination and segmented labor markets helped preserve inequalities in labor market inclusion. During the 1950s and 1960s, the National Association for the Advancement of Colored People had collected evidence showing there was significant discrimination against skilled black workers, which negatively impacted their ability to carry out the mandate to work.<sup>47</sup> Furthermore, the administration's records indicate that the CEA was well aware of such racial discrimination in the labor market.<sup>48</sup>

Largely disregarding this evidence in his January 1964 State of the Union address, President Johnson asserted that "very often, a lack of jobs and money is not the cause of poverty, but the symptom."<sup>49</sup> A few months later in a message to Congress, Johnson argued that work was the appropriate path out of poverty, and that increasing government relief would cause greater harm to the poor.<sup>50</sup> In early 1964, the BOB was also actively warning that the upcoming poverty bill needed to avoid creating expectations or policy precedents for public job creation.<sup>51</sup> Johnson's official anti-poverty message on March 16, 1964, made it clear that the new program's aim was to "create new opportunities" and not to provide public service employment or to guarantee jobs.<sup>52</sup>

Johnson's statements showcased the work-as-citizenship and labor-market anti-statist perspective that respectable citizens should work, that an

inconsistent work history demonstrated personal failings, and that receipt of relief indicated a shameful lack of American self-reliance. In this framework, the Johnson administration saw the rise in relief rates among the long-term poor as proof of a cultural component to poverty.<sup>53</sup> Had the Johnson administration more fully acknowledged the complexities of the causal relationship between work, unemployment, and poverty, it might well have prompted a discussion about whether there were enough jobs for those seeking them, and, just as important, whether those jobs offered enough hours and wages for workers to support themselves and their families. Instead, Johnson's anti-poverty team drew on an essentially noneconomic view of poverty. Its signature antipoverty bill, the 1964 Economic Opportunity Act (EOA), focused on community action and youth-oriented training and work experience.<sup>54</sup>

Employment policy scholars largely agree that policymakers' embrace of the culture-of-poverty narrative was an expedient action that helped them meet already-set budgetary targets, thereby limiting the Johnson administration's employment policy agenda.<sup>55</sup> Certainly the culture-of-poverty explanation helped justify the community-action approach that the Johnson administration preferred for budgetary reasons.<sup>56</sup> However, there is also evidence that the culture-of-poverty narrative appealed to Johnson and key members of his antipoverty team because it fit within their preexisting work-as-citizenship and labor-market antistatist framework.

According to CEA Senior Staffer Burton Weisbrod "The essence of the Republican position [on the proposed anti-poverty programs] is probably contained in the following statement: 'One of the most difficult problems in finding new approaches is that they should help to cure poverty and mediate its penalties *without undermining incentives to effort and success*'"—i.e., work.<sup>57</sup> However, there was no clear partisan divide. Democratic administration policymakers themselves offered justifications for community action grounded in comparable sentiments. In particular, administration economists expressed worry that non-work-based categorical aid programs like Aid to Families with Dependent Children would extend the cycle of poverty to a new generation, and sought to supplant such aid with programs that promoted employment. William Capron, senior economist at the CEA, reported that the community action approach was "innovative," inexpensive, and sidestepped the existing, entitlement-based approach to combatting poverty.<sup>58</sup> Espousing a similar work-as-citizenship-based perspective, CEA Chairman Walter E. Heller noted that in addition to keeping costs down, self-help was desirable because it "[minimized] passive acceptance of 'handouts' "

in order to “[maximize] the pride that individuals and communities can take in their own efforts to eradicate poverty.”<sup>59</sup> Charles Schultze, then BOB Assistant Director, also referenced the ideological basis for self-help, arguing that “organized local action to help the individual help himself” was a “time-tested American method.”<sup>60</sup> In one fell swoop, the culture-of-poverty narrative reinforced work-as-citizenship’s individual-level focus and conformed to labor-market antistatism by conveniently absolving the labor market of blame for entrenched poverty.

The culture-of-poverty diagnosis also undermined the Civil Rights Movement’s argument that ingrained unemployment and poverty in black communities was a labor market problem. The concurrent dissemination of the rhetorically weighty, but factually incorrect, characterization of black unemployment as deriving from “matriarchal, welfare-dependent families,” popularized the notion that economic insecurity for blacks was not economic in origin.<sup>61</sup>

Despite its neglect of economic causes of economic insecurity, the community-action approach did have several positive effects. First, it created significant opportunities for institutional reform that increased the inclusion of poor and black unemployed in federal employment policy. With locally run Community Action Agencies (CAAs) overseeing Community Action Programs (CAPs), Johnson circumvented the locally administered United States Employment Service (USES), which had historically helped middle-class and white unemployed preferentially to poor and black unemployed.<sup>62</sup> The CAPs put pressure on the USES to “disperse its operation into target poverty areas, in [out-stationing] staff in CAP neighborhood centers, and in providing increased services to the poor where they reside.”<sup>63</sup>

Second, there is a sense in which even the CAPs and training programs were *de facto* public jobs programs, if only temporarily. Wilbur J. Cohen, Johnson’s Health, Education and Welfare (HEW) secretary, argued that despite programmatic failings, CAPs and manpower programs “gave many people for a number of years relatively stable employment—because they were also in effect employment programs, and you can’t discount that.”<sup>64</sup> Yet, Johnson and his advisers specifically avoided associations with public employment, and as I will show in my discussion of the OEO, Johnson repeatedly rejected proposals to use the CAPs as a foundation for public works programs.<sup>65</sup> In addition, like the New Deal’s public employment programs, the public jobs that came out of the War on Poverty’s programs were underfunded, fell well short of including the majority of the unemployed, and were ultimately short-lived.<sup>66</sup>

### WIRTZ AND THE DOL CONFORM TO THE LIBERAL CURRENTS

Existing employment policy analyses provide an incomplete, and in some cases inaccurate, account of why public employment proposals failed during Johnson's Great Society. The accepted narrative is that Willard Wirtz and the DOL repeatedly tried and failed to convince President Johnson to enact a public employment program because the CEA and BOB, both of which opposed public employment, had institutional advantages that enabled them to outmaneuver Wirtz.<sup>67</sup> However, evidence from the archival record shows that Wirtz only initially supported public employment and that later in the War on Poverty he actually opposed proposals for public employment. Moreover, the economists at CEA and BOB generally supported expanding DOL programs and even advocated for temporary public service employment.<sup>68</sup> Thus, neither institutional rivalry nor disagreements over structural versus aggregate demand approaches to unemployment fully explain Johnson's rejection of direct job creation. Policymakers' adherence to the ideological boundary condition fills in this gap. Wirtz's arguments to Johnson in favor of policies like training and community work experience, as well as his arguments against permanent public service employment and increased income redistribution, were grounded in the liberal tradition's framework.

Wirtz's position on government intervention in the labor market was mixed. On the one hand, Wirtz was deeply concerned about the supply of jobs, and early on in the poverty policy discussions Wirtz argued in favor of public works as an unemployment measure.<sup>69</sup> In addition, he and others at the DOL worked to enlarge understandings of unemployment.<sup>70</sup> On the other hand, from the beginning, Wirtz accepted a cultural diagnosis of "hard-core unemployment," which weighed against a permanent public employment program, and over time Wirtz expressed increasing opposition to direct government job creation.<sup>71</sup>

In a January 23, 1964, poverty planning memorandum, Wirtz made several statements that characterized poverty as primarily the result of insufficient employment: the "*Poverty Program must start out with immediate, priority emphasis on employment,*" and "the essential characteristic of the poor is unemployment or underemployment."<sup>72</sup> Other scholars have argued that Wirtz was a strong proponent of direct government job creation based on statements such as this.<sup>73</sup> However, a close examination of his overall conception of employment for the poor, as well as his later proposals, indicates that his position was much more equivocal.

Wirtz's emphasis on getting the poor working implied at least a soft critique of the labor market's insufficient production of jobs. Yet, later in that 1964 planning memorandum, Wirtz stated that it was an individual responsibility to obtain work. He invoked classic blame-the-poor arguments about the corruptible influence of public assistance and "the intransigence of the poverty culture," especially in the absence of a male breadwinner.<sup>74</sup> Wirtz's apparently sincere desire to connect the heads of poor families with work implicitly acknowledged that the poverty culture was affected by the availability of employment. However, even in early 1964, Wirtz stopped short of complicating the causal relationship between culture and unemployment among the poor. Doing so would have conflicted with his blatant affirmation of the culture-of-poverty narrative that "a major characteristic of poverty is the property of self-perpetuation. The rich get rich and the poor get children."<sup>75</sup>

In this same memorandum, after channeling Malthus, Wirtz did call for a supplemental program that would "create useful jobs" for "those presently (or about to be) unemployed." However, not only did he fail to lay out any specific plans for such a program, but any recognition this made of the labor market's failure to provide sufficient jobs was then undercut with Wirtz's proclamation that "*Training is employment*."<sup>76</sup>

Equating job training with employment effectively blamed the jobless individuals themselves rather than labor market conditions, and assumed that, once they were trained, there would be long-term employment available to them. While this might have been a reasonable expectation under the Manpower Development Training Act (MDTA)'s original design, it was questionable at best after it was redesigned to target the "disadvantaged" poor.

As enacted in 1962, the MDTA provided training for workers displaced by advances in automation and initially required participants to be male heads of families with three years of work experience.<sup>77</sup> Aggregate unemployment was fairly low at the end of 1963, but administration economists recognized that it was much higher for black men, and redirected the MDTA to target that population. With that shift in focus, the MDTA's emphasis on training participants for stable, high-quality jobs was also dropped, and evidence indicated that training often did not lead to stable employment. MDTA participants and policymakers alike were concerned about the difficulty of placing trainees in stable private-sector employment, due both to racism among employers and to the program's practice of training its new target population for low-wage and insecure entry-level jobs.<sup>78</sup> Employer discrimination against blacks was such an obstacle that in late 1963, a DOL staff member reported that

the House Rules Committee requested jettisoning the “requirements that there be job prospects in sight before an individual can be trained, obviously a barrier to training of Negroes.”<sup>79</sup>

Given such evidence, the available training and employment data cannot explain Wirtz’s insistence on equating training with employment. Fiscal concerns cannot account for Wirtz’s preference for training either. The adult job-training programs he sought would have increased overall government spending and, like public jobs proposals, required greater funds than the budget compromise over the Tax Cut had left available.<sup>80</sup> However, Wirtz’s push for training, like his other proposals, was in line with the liberal tradition’s focus on reforming individuals rather than attempting to alter systematic deficiencies in the labor market’s production of quality jobs.

In addition to training, Wirtz proposed expanding free public education to fourteen years; creating a new “job vacancy survey system directed primarily at discovering work opportunities which may lack status but which will meet the needs of the poverty stricken”; a voluntary “spread-the-work program”; and various task forces to investigate the potential to create more private-sector jobs. No new public jobs programs made the list.<sup>81</sup> The education plan echoed the New Deal strategy of shrinking the pool of unemployed by providing alternatives to private-sector work. While acknowledging that there was an aggregate job shortage, this still targeted the jobless rather than the labor market itself. Furthermore, Wirtz’s focus on matching the poor with low-status employment opportunities conformed to the liberal boundary condition. That is, he cast low-wage jobs with little or no prospect for income security as satisfactory employment for the poor who had significantly less standing (i.e., work-based citizenship) than those with more stable work histories.

Wirtz’s subsequent public and private statements about public works were increasingly grounded in political arguments about how to achieve the administration’s established legislative goals. In February 1964, Wirtz strongly recommended referencing the Area Redevelopment Association’s Appalachian program in the president’s forthcoming “Message on Poverty,” since without it, the message “will contain no public works provisions, will be very weak on employment-creating measures, and the war on poverty will simply not appear as big as it can and should be.”<sup>82</sup> Then, in March 1964, Wirtz advised Johnson to delay publication of a Draft Report from the Senate Subcommittee on Employment and Manpower. Wirtz argued that since the Draft Report recommended an Accelerated Public Works program, potential tax increases, free public higher education, and an increase in Social Security

benefits, “It will invite comparison and will be used to make the Poverty proposals look inadequate.”<sup>83</sup>

In his congressional testimony on the administration’s poverty bill, Wirtz stressed the importance of creating jobs as a way to reduce poverty, but he did not suggest that the government take on that task directly. Furthermore, he referred to the 1964 Tax Cut as “a ‘hit in the solar plexus of poverty.’”<sup>84</sup> Concerned near the end of 1964 that the Tax Cut might not prompt as much private job creation as initially expected, Wirtz wanted to meet with Johnson to discuss a new “Full Opportunity Program” that a Labor Department task force had developed. Though the full details of this proposal are not clear, the meeting request record indicates that it was designed to promote full education and full employment, but notably did *not* include public works.<sup>85</sup> Based on that description, Wirtz still saw education and training, not public employment, as the way to reduce unemployment.

Between 1965 and 1967, as the War on Poverty progressed, Wirtz continued to propose policies that fit within the liberal currents’ boundary condition. He routinely sought increased funding for job-training programs and pursued amendments to training programs that signaled implicit awareness of the labor market deficiencies facing the urban poor, without ever proposing policies that would rectify those labor market problems.<sup>86</sup> For example, Wirtz expressed concern that the new federal Work Experience Program (WEP)—which provided education and training for welfare recipients—and the MDTA were not reaching enough of the hard-core unemployed. Wirtz also worried that such training without a clear “work opportunity” at its conclusion was not sufficient motivation for many of the target population to participate or complete the program.<sup>87</sup> Yet, Wirtz’s solution did not include a mechanism for creating permanent or stable jobs in the public or private sectors. Instead, he wanted to provide unemployed adults with temporary community work experience, which would serve as a bridge between training and work in the private sector.<sup>88</sup>

The WEP, as “a work experience and skill training services” provider, was in some sense a direct job creation program.<sup>89</sup> However, since it offered only very temporary, entry-level employment, the WEP was effectively a training program. Moreover, the program made assumptions that were not based on evidence. The work experience approach inaccurately presumed that the poor’s problem was a lack of work history and expected that the private labor market could and would supply the needed permanent jobs. In fact, what the urban poor lacked was access to stable, decently paying jobs, and the private labor market showed no signs of creating these on its own. The WEP conformed

to the liberal boundary condition, though, by continuing to focus on direct services at the poor, rather than proposing major labor market interventions. In 1965, the DOL also started working with the president's office on a "Job Development Program," in which the government would serve as catalyst for creating low-wage private-sector jobs.<sup>90</sup> As with the WEP, this proposal did not provide a mechanism to help the urban poor bridge the gap between the secondary and primary labor markets.

Wirtz and the DOL showed a somewhat paradoxical combination of genuine concern about aggregate unemployment and underemployment, alongside complacency about dead-end jobs for the disadvantaged poor that was grounded in the cultural explanation for poverty. For example, Wirtz and the DOL made significant efforts to expand accepted understandings of employment and unemployment. Wirtz sought to augment the government's unemployment count by distinguishing between the employed and the underemployed; differentiating between the long- and short-term unemployed; including the assets of the unemployed and not just their "employability";<sup>91</sup> incorporating a category of "discouraged workers"; and recognizing the rapid turnover in short-term unemployment.<sup>92</sup> Arguing for these changes implicitly referenced a much more complicated model of labor market dynamics than the one on which the culture of poverty was based.

Nonetheless, staff at the DOL also seemed to embrace the cultural explanation for poverty. The DOL increasingly cast poverty and the labor market as fundamentally separate realms. For example, administrators were interested "in attacking not just 'unemployment' (thought of primarily as an economic fact) but 'poverty' (which is human), and in striking (even if only for one generation) the phrase 'labor market' from the Department lexicon."<sup>93</sup> This statement is remarkable considering that the DOL had ample data showing labor market inadequacies that were directly linked to entrenched poverty, including insufficient aggregate employment and a shortage of good jobs in urban centers, where poverty was concentrated.<sup>94</sup> While ignoring such evidence, this framing conformed to the liberal currents, supporting the culture-of-poverty perspective that poverty could not be solved primarily through economic and labor-market interventions.

As he gained firsthand experience administering programs to the urban poor, Wirtz's sentiments about the poor hardened, reinforcing his conviction that the culture-of-poverty explanation was correct. In a December 1966 report, Wirtz characterized long-term unemployment and "subemployment" in urban slums as fundamentally noneconomic in origin and also nonresponsive to economic growth. After noting the overlap between unemployment in



urban ghettos and factors such as “race or ethnic origin” and “sex,” Wirtz did not cite racism, sexism, or lack of available work as responsible. He instead attributed the situation to the deficient character of the residents, arguing that “subemployment” was caused by “personal circumstance, more than any general economic condition,” and that most “jobless there won’t get jobs even if the economic growth rate goes on up. They don’t have . . . what today’s jobs take.” Somewhat confusingly, since he consistently maintained that “slum” unemployment was disconnected from economic growth, Wirtz warned that any “worsening in the economy—so that even people able and willing to work are denied the opportunity—would turn slum riots into revolutions.” Even in the face of such potentially dire conditions, Wirtz still proposed intensive training and services such as counseling as the remedy. He also explicitly dismissed fighting poverty by increasing income redistribution to the poor through “a ‘negative income tax,’ or ‘family allowances’ or ‘guaranteed incomes;” since this would perpetuate “indolence.” Concluding the report, Wirtz criticized America for neglecting its poor, necessitating a poverty program “cheap enough that history’s richest nation will buy it.” But then, he also referred to the urban poor as “human cess pools that have collected the cruel waste of a hundred years of racial bigotry.”<sup>95</sup>

Wirtz was either unable or unwilling to break out of the confines of the liberal framework that blamed the poor for their poverty, even when casting them as victims of racial injustice. Given this attitude, it is small wonder that Wirtz, like many in the Johnson administration, identified individual failings rather than labor-market failings as the root cause of poverty.

## THE OEO ADVOCATES FOR PUBLIC EMPLOYMENT

Unlike the DOL, the OEO and its director, Sargent Shriver, consistently advocated for direct government job creation through public employment. Early in the poverty program planning process, Shriver and Wirtz together proposed a public employment program.<sup>96</sup> Then, diverging from the DOL, between 1965 and 1967 the OEO repeatedly lobbied for a public service employment program. This stance was grounded in arguments that identified systematic deficiencies in private-sector job creation, rather than casting blame on the poor. Johnson invariably rejected the OEO’s public employment and public works proposals, demonstrating his firm opposition to public service employment as either an economic measure or a means of reducing unemployment.

While the components of the Economic Opportunity Act were being hammered out, Shriver and Wirtz put forward a \$1.25 billion government

employment program, to be funded by a new tax on cigarettes. Johnson flatly rejected the idea, refusing to consider imposing any new taxes while pushing for Congress to pass the proposed Tax Cut.<sup>97</sup> Gary Mucciaroni pinpoints this failed public employment proposal as a decisive event for the War on Poverty's employment policy approach.<sup>98</sup> Mucciaroni's conclusion is based on Assistant Secretary of Labor Daniel Patrick Moynihan's argument that had this funding been secured and the employment program included in the EOA, "the energies and attention of the administration would have been turned to the vital task of reforming and restructuring the job market."<sup>99</sup> Moynihan and Mucciaroni overstate the importance and singularity of this proposal. Furthermore, they cast the budgetary shortfall as the only argument against a more involved labor market intervention, without fully considering the ideological hurdles that public employment proposals faced.

In 1963 the federal government's annual transfer payments through social programs totaled more than \$33 billion, with \$14 billion of that going to the main work-based social insurance program: Old Age, Survivors and Disability Insurance.<sup>100</sup> In addition, Mucciaroni himself cites estimates that between \$15 billion and \$40 billion was needed to mount an effective poverty program.<sup>101</sup> This suggests that with only \$1.25 billion, the rejected proposal would have been largely symbolic. It was not alone as a symbol either. The Accelerated Public Works Project was enacted in 1963 with \$450 million in funding,<sup>102</sup> but like other isolated public works projects, it did not lead to a substantive change in labor market policy.

Equally important, the proposed job creation component, like the 1963 Accelerated Public Works Project, showed no clear shift away from work-as-citizenship and labor-market antistatistism. In other words, it did not include plans to reform and restructure the job market, or to provide the poor with anything other than entry-level jobs. This was a telling omission. The impetus for the MDTA was to help workers with established work histories retrain in order to secure stable employment after automation had displaced them from their jobs.<sup>103</sup> However, similar consideration was not accorded to the working and nonworking poor after the MDTA was redirected at the disadvantaged or in other training programs for the poor.<sup>104</sup>

This raises a fundamental question about what it means to provide training, if the training is merely getting participants into jobs for which they were already qualified.<sup>105</sup> A really groundbreaking employment policy would have had to provide mechanisms for matching unemployed and underemployed poor with stable, long-term employment, in either the private sector or through a new type of public jobs program. Barring access to that

type of employment, no “jobs component” of an employment or training policy was substantively different from the New Deal’s temporary work-relief programs. This incident did demonstrate Johnson’s preference for boosting economic growth through a tax cut rather than increasing government spending, which implicitly endorsed labor-market antistatistism.<sup>106</sup> In fact, Johnson was so committed to reducing the federal role in the economy that in his 1964 State of the Union address he announced that he would lead efforts to dramatically shrink federal employment.<sup>107</sup>

In addition to the War on Poverty’s total funding allocation, it is important to look at the types of antipoverty programs Johnson endorsed alongside the ones he rejected. Johnson’s fiscal conservatism was in part grounded in his desire to appease private business interests, which he thought would promote economic growth.<sup>108</sup> However, Johnson’s rationale for controlling government spending on social policies including welfare and employment policy also demonstrated his acceptance of the liberal currents. Like Roosevelt in the 1930s, Johnson preferred programs designed to get the poor working to ones that provided them with relief. Also like his predecessor, Johnson frequently espoused an ethic at the nexus of labor-market antistatistism and work-as-citizenship: that such work should be in the private sphere, not the public. For example, Johnson emphasized the importance of education rather than direct job creation as an unemployment solution.<sup>109</sup>

A few days later, Johnson argued to the Committee for Economic Development that while full employment was not realistic, “full employment opportunity” was a worthy goal that depended on “full educational opportunity.” He also stated that work belonged in the private sphere, declaring: “I do not want to see several generations come and go, never having known private employment.”<sup>110</sup> This did not acknowledge the income and race inequalities extant in labor market, let alone provide interventions to ameliorate them. That Johnson did not shift course on spending is significant, since by December 1964 his economic advisers were suggesting a \$3 billion spending program in the 1966 budget to “maintain progress toward the goal of full employment” and promote economic growth. The administration’s economists did not expect to see much additional economic stimulus from the Tax Cut and argued that increased spending was needed to continue progress toward “full employment.”<sup>111</sup> Johnson did not support this spending proposal. A February 1965 speech reaffirmed his perspective that government spending and government jobs would simply engender dependency: “The Great Society is not a welfare state—nor is it a spending state. Its object is to

give the individual identity and purpose and self-esteem—not to impose upon him an oppressive paternalism.”<sup>112</sup>

Shriver and others at the OEO continued to advocate unsuccessfully for public jobs programs between 1965 and 1968. An August 1965 OEO plan for creating jobs in the “ghetto” explicitly faulted the private labor market’s dearth of jobs: “To the degree that the private market is not performing needed tasks, we seek to perform them through public employment.” The contemplated program also explicitly called for participants to have “channels for upward mobility,” and included jobs ranging from “unskilled to sub-professional,” as well as “linkages to facilities for further training and breaking down institutional [barriers] that such people will face.” In this cost-sharing public jobs plan, “[CAPs], public bodies, non-profit organizations” and possibly a select group of private firms would be the employers. Yet, the proposal also showed deference to the ideological boundary condition, stipulating that jobs would be “at or slightly above the poverty level,” and “deliberately [avoided] guaranteeing a job for anyone who needs or wishes a job.”<sup>113</sup> Notwithstanding these concessions, the plan challenged both work-as-citizenship and labor-market antistatism by explicitly recognizing inadequate jobs in the labor market as the problem, and proposing public employment as the necessary solution. Formally submitted to the administration as part of the OEO’s 1965 National Anti-Poverty Plan, the president flatly rejected the proposal and cut OEO’s 1967 fiscal year budget request of \$4 billion to \$1.75 billion.<sup>114</sup>

With its largely entry-level, low-wage jobs, this OEO plan superficially resembled the WEP’s limited work opportunities. However, two things set it apart. First, it identified the labor market’s lack of jobs rather than the disadvantaged poor themselves as the problem, and second, it focused on participants’ long-term work prospects by offering a range of permanent jobs as well as training for more skilled jobs. By contrast, the DOL’s job-training and work experience programs focused on short-term outcomes, despite evidence of problems in that approach. In October 1965, OEO Assistant Director Joseph A. Kershaw sent Johnson a proposal for a public employment program that would create permanent “subprofessional” jobs in the health field.<sup>115</sup> Johnson did not pursue this proposal either, despite the fact that his economic advisers continued to advocate increased spending on Great Society programs in 1965.<sup>116</sup>

In 1966, the OEO put forward several more public jobs proposals. After the new BOB Director Charles Schultze lobbied for a tax increase in the summer of 1966, Shriver argued that any tax increase should provide some funding for

public service employment. Shriver contended that the \$1–1.5 billion cost of a program creating three hundred thousand jobs was negligible in the context of the revenue gained from a tax increase.<sup>117</sup> He included the plan in his National Anti-Poverty Plan submitted to the BOB and later argued for “activation of this program should unemployment be increased through deliberate federal fiscal policy.”<sup>118</sup> Johnson did not support Shriver’s proposals and instead continued to work to restrict spending.<sup>119</sup>

Absent administration support, public service employment made little progress. Congress authorized two small public employment programs as part of its 1966 Economic Opportunity Amendments. Both structured as demonstration projects, the 1967 fiscal year appropriation included \$73 million for subprofessional jobs in the health fields program and \$75 million for temporary job creation projects for the hard-core unemployed. These programs were much smaller and less permanent than what the OEO had proposed, and their funding came out of the existing Economic Opportunity Act appropriation, thereby reducing the OEO’s other program funding.<sup>120</sup>

Despite these setbacks, the OEO persisted with public employment plans. In the fall of 1966, Robert A. Levine, the OEO’s assistant director for Research, Planning, Programming, and Evaluation, wrote a memo assessing work-training proposals made by left-leaning congressmen and outlining an OEO plan. Levine pinned the future of the OEO and CAPs on their ability to mount a “significant manpower effort at the local level.” Building on the OEO’s previous plans, Levine wanted a “public employment program with permanent jobs,” which could be combined with existing training and work experience program to produce an efficient and flexible program for localities to adapt to their particular needs. Levine criticized the DOL’s proclivity to provide training and then just “push the people out into the labor market whatever the condition of that market,” and noted that while the DOL “wants only terminal programs,” the OEO “favors some permanent job creation.” Yet, he ultimately recommended that OEO support delegating the public employment program to DOL given their greater institutional capacity and sway with the administration and Congress, as long as the DOL agreed to coordinate the program through the Community Action Agencies.<sup>121</sup>

Shriver included the “new Work and Training program” in the OEO’s 1968 fiscal year budget request, and specified that the “public employment jobs will range along a continuum, from positions that will require only brief job orientation and training customary to almost any new employment, to new subprofessional positions that will have a much heavier training and orientation requirement.”<sup>122</sup> William B. Cannon, the chief of BOB’s Education,

Manpower and Science Division, recommended following the OEO's plan to administer the jobs program through the CAAs in order to ensure real local control.<sup>123</sup> In essence, the OEO envisioned a new paradigm for management of manpower programs with a strong public service employment component, which circumvented the MDTA and the DOL's other manpower training efforts while striving to avoid an institutional turf battle with DOL. However, Johnson conformed to the established employment policy boundary condition and dismissed the OEO's proposals in favor of continuing manpower training and other services for the poor, but not public jobs.<sup>124</sup>

The 1967 OEO authorization process highlighted the administration's position against public jobs. The administration's language made it clear that it supported funding for "*training but not for jobs*" in ghettos.<sup>125</sup> Senate Democrats sought to include a \$1.5 billion emergency public employment program, and Senator Robert Kennedy proposed a tax-incentive program to promote private job creation in ghettos, both of which the administration strongly opposed.<sup>126</sup> BOB Director Schultze accused Kennedy's program of "gilding the ghetto" by effectively "subsidizing sweatshops in the ghetto" and, echoing Johnson and Wirtz, argued that "the problem is *not* primarily the lack of jobs. It is the lack of motivation and training to take and keep the job."<sup>127</sup> Neither job creation proposal was part of the final bill, which instead focused on existing programs and consolidating manpower training and job-placement services.<sup>128</sup>

The DOL continued to direct the Johnson administration's employment policy trajectory, with policies directed at reforming the poor rather than providing jobs. In 1967, Wirtz persuaded Johnson to support a targeted job training, casework, and job placement program to get "hard-core cases ready for employment."<sup>129</sup> Wirtz's proposals—to provide government incentives for private industry to create training and jobs—suggested that the private sector would create the right sort of jobs, and in sufficient quantity to mitigate unemployment. In September 1967, Wirtz outlined a \$1 billion public-private partnership work program for the president that was supposed to produce four hundred thousand private-sector jobs in areas with high concentrations of hard-core unemployment.<sup>130</sup> Launched soon thereafter, the Concentrated Employment Program (CEP) in conjunction with another similar program, Jobs in the Business Sector (JOBS), sought to centralize oversight of the War on Poverty's various training and work experience programs and to induce business investment in rural areas and urban ghettos. That is, the DOL would subsidize their hiring and provision of on-the-job-training to the urban unemployed.<sup>131</sup>

Wirtz also actively argued against the OEO's approach of supplying public employment jobs to the poor, stranded in urban ghettos. He rationalized both

the ongoing racial unrest in U.S. cities and the unfilled training slots in DOL programs as cultural problems. Like Schultze, to Wirtz the real problem was not “lack of jobs, but . . . lack of willingness or ability or both to do the jobs that are available.” Though Wirtz conceded that wages in such areas were too low, he interpreted the “increasing evidence of rejection of the training programs” as proof that poor blacks were malingering, and stressed the necessity that “jobs be earned.”<sup>132</sup> Recognizing a legitimate economic explanation for the burgeoning social unrest among poor blacks, or the inadequacy of the DOL’s training programs, would have necessitated a reevaluation of the War on Poverty’s general assessment of the problem of poverty. Since policymakers were unwilling to admit that the labor market was fundamentally responsible for the concentration of poverty and unemployment in urban slums, responsibility shifted to the poor themselves.

Wirtz’s neoliberal training gambit did not pay off. By the end of 1967, the administration had proposals from some ninety-three businesses to produce close to twenty-one thousand jobs, but only around four thousand “firm commitments.”<sup>133</sup> The CEP and JOBS never garnered enough support from private employers to create employment for many of the “disadvantaged,” despite receiving \$500 million in the 1969 federal budget. Moreover, according to a 1968 BOB review, the CEP had limited impact on its target population because the racial discrimination present in the private labor market was also pervasive in the CEP.<sup>134</sup>

Throughout the War on Poverty, Johnson consistently opposed proposals that the government directly provide jobs to the unemployed and underemployed poor, and only endorsed job creation measures that did not threaten to establish the foundation for a right to employment. Though there were undoubtedly fiscal considerations weighing against public service employment proposals, budgetary issues were not the only factor. For example, fiscal restraint did not prevent Johnson from increasing the funding for the manpower budget by 25 percent in 1968 in order to establish the “new private industry job program.”<sup>135</sup> However, unlike the OEO’s unsuccessful proposals, incentivizing private-sector job creation entailed minimal labor market intervention and preserved individuals’ responsibility for obtaining private-sector work.

## CONCLUSION

There is widespread agreement that during the Great Society the nation’s economic prospects generally improved and federal policies explicitly included

African Americans in new ways, through civil rights legislation and Community Action Programs. Yet there is also a consensus that President Johnson's War on Poverty did not achieve its goal of providing sufficient pathways to economic security for the poor.<sup>136</sup> One reason for this mismatch between the administration's policy aims and outcomes was policymakers' widespread adherence to elements of the American liberal tradition that curtailed employment policy development. Work-as-citizenship and labor-market antistatism, though not the only factors guiding Johnson and his policy advisers' policy choices, constituted a resilient boundary condition on the administration's employment policy. Moreover, existing scholarly work on the era's employment policy only peripherally includes ideology, and often casts ideological arguments against expanded employment policy as synonymous with Republican party agendas. There is evidence, though, that Democrats also worked within the liberal tradition's boundary condition.

This ideological influence was evident on a number of different fronts during this period. Policymakers in Johnson's administration frequently deferred to the two liberal currents in the design and implementation of employment policies. They prioritized policy instruments that reinforced the individual mandate to obtain work in the private labor market, such as macroeconomic policies, manpower training programs, and the Community Action Program. There were also a number of employment policy alternatives proposed both within and outside the administration that either partially or fully challenged the conviction that the private labor market could provide sufficient employment. For example, members of Johnson's administration repeatedly put forward public jobs programs as an unemployment measure. However, Johnson consistently rejected such programs.

As a result, neither ongoing economic insecurity for the working and nonworking poor nor substantial shifts in the composition and functioning of labor markets received adequate attention in the 1960s.<sup>137</sup> Those most affected by the growth in low-wage and contingent work were not considered as important socially or economically as the more established white male workforce. Instead, policymakers in the Johnson administration focused on the demand for labor only in the most general sense of facilitating overall economic growth, and cast most unemployment, underemployment, and resulting economic insecurity as noneconomic problems.

In the decades that followed the Great Society, the liberal currents' boundary condition on employment policy faced additional challenges and even experienced some alterations, including a new public employment program in the 1970s (the Comprehensive Employment and Training Act, CETA), and



calls for a public jobs program by presidential candidate William J. Clinton in the 1990s. However, the liberal currents' boundary has proved resilient. CETA was terminated after less than a decade and once in office, President Clinton backed away from his public jobs program.

In many respects the contours of American employment policy still closely resemble those present in the 1960s. This includes individual or cultural explanations for long-term economic insecurity among able-bodied adults rather than explanations involving labor market problems; a focus on time-limited training rather than more substantive labor market interventions for the unemployed and underemployed; and separate and unequal policy paths for long-term workers compared with nonworkers and workers with less experience.

Gauging the extent to which established employment policy can aid the economically insecure—a disproportionate number of whom are nonwhites or women—is essential to crafting future employment policy that provides real equality of opportunity in employment to all Americans. And the first step in recognizing the possibilities and limits of the existing policy options is understanding why policymakers have repeatedly opted for some policies while excluding others.

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## NOTES

1. David R. Cameron, "The Politics and Economics of the Business Cycle," in *The Political Economy: Readings in the Politics and Economics of American Public Policy*, ed. Thomas Ferguson and Joel Rogers (New York, 1984), 239–42; Theodore Caplow, Howard M. Bahr, Bruce A. Chadwick, and John Modell, *Recent Social Trends in the United States, 1960–1990* (Montreal, 1994), 149–50.

2. Cameron, "The Politics and Economics of the Business Cycle," 238, 241; Robert S. Erickson, "The American Voter and the Economy, 2008," *PS: Political Science and Politics* 42 (July 2009): 467–71; Michael S. Lewis-Beck and Mary Stegmaier, "Economic Determinants of Electoral Outcomes," *Annual Review of Political Science* 3 (June 2000): 183–219.

3. Gary Mucciaroni, *The Political Failure of Employment Policy, 1945–1982* (Pittsburgh, 1990), 215; Katherine V. W. Stone, *From Widgets to Digits: Employment Regulation for the Changing Workplace* (Cambridge, 2004), 245.

4. Robert A. Caro, *The Years of Lyndon Johnson: The Passage of Power* (New York, 2012), 425, 430–32, 569–70; Michael K. Brown, *Race, Money, and the American Welfare State* (Ithaca, 1999), 245.

5. While a full elaboration of the New Deal's limited employment policy is outside the scope of this work, President Franklin Delano Roosevelt repeatedly spurned opportunities to establish permanent public service employment or income-subsidy programs that would have ensured economic stability for all able-bodied adults, opting instead for temporary programs that underserved the eligible population ("Draft of a National Program of Economic Security, Prepared by Schnapper of CES, October 24, 1934," 24 October 1934, Folder: "Economic & Social Security June–November 1934," Box 48, Relief Plans and Programs 1933–38, Memoranda and Reports, Harry Hopkins Papers (Franklin Delano Roosevelt Library, hereafter FDRL); Harry Hopkins to President Roosevelt, 20 November 1935, Folder: "White House," Box 40 Confidential Political File, Harry Hopkins Papers, FDRL; Henry L. Hopkins, "Testimony Before the Bureau of the Budget," 22 January 1934, Folder: "H.L.H. Testimony Before Bureau of Budget," Box 80 FERA–WPA Legislation and Legal Proceedings, Harry Hopkins Papers, FDRL, 27; William Ranulf Brock, *Welfare Democracy and the New Deal* (Cambridge, 1988), 280, 284; Josephine Chapin Brown, *Public Relief, 1929–1939* (New York, 1940), 166–69; Nancy E. Rose, *Put to Work: Relief Programs of the Great Depression* (New York, 2009), 38; Bonnie Fox Schwartz, *The Civil Works Administration, 1933–1934: The Business of Emergency Employment in the New Deal* (Princeton, 1984), 42–43; Rexford G. Tugwell, *The Diary of Rexford G. Tugwell: The New Deal, 1932–1935*, ed. Michael Vincent Namorato (New York, 1992), 179; Arthur W. McMahon, John D. Millett, and Gladys Ogden, *The Administration of Federal Work Relief* (Chicago, 1941), 26–27; Edwin E. Witte, *The Development of the Social Security Act: A Memorandum on the History of the Committee on Economic Security and Drafting and Legislative History of the Social Security Act* (Madison, 1963), 77–78. For more on Roosevelt's perspective on appropriate federal response to income insecurity, see Franklin Delano Roosevelt, "The Governors' Conference at the White House, March 6, 1933," in *The Public Papers and Addresses of Franklin D. Roosevelt, Volume II: The Year of Crisis, 1933*, ed. Samuel Rosenman and William B. Haslitt (New York, 1938–50), 19; Franklin Delano Roosevelt, "Roosevelt to Relief Administrators, June 14, 1933," in *ibid.*, 238.

6. Lyndon B. Johnson, "Annual Message to the Congress on the State of the Union," 4 January 1965, online by Gerhard Peters and John T. Woolley, *The American Presidency Project*, <http://www.presidency.ucsb.edu/ws/?pid=26907> (accessed 11 May 2016).

7. Brown, *Race, Money, and the American Welfare State*, 208–34; Mucciaroni, *The Political Failure of Employment Policy*, 68–69; Judith Russell, *Economics, Bureaucracy, and Race: How Keynesians Misguided the War on Poverty* (New York, 2003), 5–6; Margaret Weir, *Politics and Jobs: The Boundaries of Employment Policy in the United States* (Princeton, 1992), 5–6, 23, 30.

8. J. David Greenstone, *The Lincoln Persuasion: Remaking American Liberalism* (Princeton, 1993), 36, 41–42.

9. Hartz asserts that America is fundamentally liberal, meaning that it has a socio-political structure built on the principles of natural individual rights that include liberty and property through labor, and a government established by consensual contract, not by divine right (Louis Hartz, *The Liberal Tradition in America: An Interpretation of American Political Thought Since the Revolution* (San Diego, 1991/1995), 4).

10. Peter B. Doeringer and Michael J. Piore, "Low-Income Labor Markets and Urban Manpower Programs," *Research and Development Findings* 12, U.S. Department of Labor Manpower Administration, 1972, 4–9. See also Bennett Harrison, *Education, Training, and*

*the Urban Ghetto* (Baltimore, 1972); Barry Bluestone, *Low Wages and the Working Poor* (Ann Arbor, Institute of Labor and Industrial Relations, University of Michigan–Wayne State University, 1973).

11. Brian J. Glenn, “The Two Schools of American Political Development,” *Political Studies Review* 2 (2004): 153–65; Theda Skocpol, *Social Policy in the United States: Future Possibilities in Historical Perspective* (Princeton, 1995), 242–45; Sven H. Steinmo, “American Exceptionalism Reconsidered: Culture or Institutions?” in *The Dynamics of American Politics: Approaches and Interpretations*, ed. Lawrence C. Dodd and Calvin Jillson (Boulder, 1994), 108–9, 127–28; Weir, *Politics and Jobs*, 19–25.

12. A number of scholars have drawn attention to how institutional factors—such as divided government, federalism, political party patronage, institutional capacity, and policy feedback—shaped and limited employment policy development over the twentieth century. Edwin Amenta, *Bold Relief: Institutional Politics and the Origins of Modern American Social Policy* (Princeton, 1998); Eva Bertram, “The Institutional Origins of ‘Workfarist’ Social Policy,” *Studies in American Political Development* 21 (Fall 2007): 203–29; Mucciaroni, *The Political Failure of Employment Policy*, 128–40, 148–51; Russell, *Economics, Bureaucracy, and Race*, 12–15; Skocpol, *Social Policy in the United States*, 242–45; Weir, *Politics and Jobs*, 5–6, 23, 30. Others have focused on the ways in which interest groups such as business organizations, organized labor, and social movements constrained employment policy development. Robert M. Collins, *The Business Response to Keynes, 1929–1964* (New York, 1981); Colin Gordon, *New Deals: Business, Labor, and Politics in America, 1920–1935* (Cambridge, 1994); Peter Swenson, “Arranged Alliance: Business Interests in the New Deal,” *Politics Society* 25 (1997): 66–116.

13. Mucciaroni, *The Political Failure of Employment Policy*, 3–8; Russell, *Economics, Bureaucracy, and Race*, 17–18; Weir, *Politics and Jobs*, 19–25.

14. Peter Bachrach and Morton S. Baratz refer to this as the second face of power, “the *nondecisionmaking* process,” or the ability to exclude issues from the political agenda. See “Two Faces of Power,” *American Political Science Review* 56 (1962): 949.

15. Accounts of the Great Society’s employment policies portray the Department of Labor as the main champion of direct labor market intervention and largely ignore the OEO. Gary Mucciaroni makes a brief reference to an OEO report outlining public employment as a response to the 1967 riots, but he does not systematically evaluate the OEO’s proposals or Johnson’s persistent rejection of them (Mucciaroni, *The Political Failure of Employment Policy*, 74). Judith Russell does not mention the OEO’s public employment proposals and instead accuses Shriver and Yarmolinsky of scuttling Wirtz’s “idea of jobs policies” early on for their own institutional gain (Russell, *Economics, Bureaucracy, and Race*, 149–50). Margaret Weir does not reference the OEO’s calls for public jobs programs, though she does mention other proponents of public employment (Weir, *Politics and Jobs*, 71–74, 92).

16. Judith N. Shklar, *American Citizenship: The Quest for Inclusion* (Cambridge, Mass., 1991), 1–15.

17. John Locke, *The Second Treatise of Government* (Indianapolis, 1980), chap. 1, sec. 1; chap. 2, sec. 4.

18. Sean Wilentz, *The Rise of American Democracy: Jefferson to Lincoln* (New York, 2005), 27.

19. Shklar, *American Citizenship*, 64; David R. Roediger charts the process through which in the eighteenth century whiteness was tied to the positive associations between

paid labor and independence in America, and blackness came to indicate servility and dependence. Roediger, *The Wages of Whiteness: Race and the Making of the American Working Class* (New York, 1991), 23, 49.

20. Shklar, *American Citizenship*, 77–78; Wilentz, *The Rise of American Democracy*, 342–45.

21. There were two general models for work at this time, one performed by those who were themselves producers and controlled the means of production (land or skills), and one performed by those without land or skills but who provided labor for others in return for wages. The independent producer was not only able to independently support himself and his family, but the laboring itself was seen as the height of dignity and the cornerstone of American prosperity. Eric Foner, *Free Soil, Free Labor, Free Men: The Ideology of the Republican Party Before the Civil War* (Oxford, 1970, 1995), 15; Alexander Saxton, *The Rise and Fall of the White Republic: Class Politics and Mass Culture in Nineteenth-Century America* (London, 1990), 144–45; Shklar, *American Citizenship*, 76. However, such independent production was not the only path to economic independence. In an industrializing economy, those without land or skills still ranked above slaves because they could trade their labor for wages. Most prevalent in the more industrialized North, wage labor was contingent on the liberal idea that free men could contract themselves out for compensation. In antebellum America, though, recognition of the unequal power relationship between those paying wages and those receiving wages in return for work lessened the status accorded to wage labor. Such workers were seen as “dependent” on their employers, and despite the rhetoric of self-ownership, the system was even likened to slavery. Workers aspired to work for wages only temporarily, as a stepping stone to the greater goal of owning the means, land or a business, with which to support oneself and eventually employ others. Labor was a path to capital (Foner, *Free Soil, Free Labor, Free Men*, 16–17; Shklar, *American Citizenship*, 76, 82).

22. Foner, *Free Soil, Free Labor, Free Men*, 20, 23–24.

23. Nancy Fraser and Linda Gordon, “A Genealogy of Dependency: Tracing a Keyword of the U.S. Welfare State,” *Signs* 19 (1994): 309–36.

24. Permanent public-sector employment is something of an exception to this, though it is often criticized by both political parties. For example, throughout his presidency, President Johnson worked to implement federal hiring ceilings and to reduce the size of the federal workforce (Lyndon B. Johnson: “Annual Message to the Congress on the State of the Union,” 8 January 1964, online by Gerhard Peters and John T. Woolley, *The American Presidency Project*, <http://www.presidency.ucsb.edu/ws/?pid=26787> (accessed 14 October 2015); Bureau of the Budget to the President, “June 1967 employment ceilings,” 1 May 1967, Box 7, EX LA 1, White House Central File (hereafter WHCF), Lyndon Baines Johnson Library (hereafter LBJL). While some Great Society programs did contribute to significant public-sector employment growth over the long term, the eventual growth in Food Stamps, Medicare, Medicaid, etc., was not anticipated at the time. In fact, Johnson promised in 1965 that “federal expenditures would decline as a proportion of GNP” and Food Stamps initially “served fewer people than the policy it was intended to replace, the 1930s surplus commodity program” (Brown, *Race, Money, and the American Welfare State*, 245–48, 255).

25. Locke, *The Second Treatise on Government*, chap. 13, sec. 149; Hartz, *The Liberal Tradition in America*, 208; Isaac Kramnick, *Republicanism and Bourgeois Radicalism*:

*Political Ideology in Late Eighteenth-Century England and America* (Ithaca, 1990), 14; Gordon Wood, *The Radicalism of the American Revolution* (New York, 1992), 47; Adam Smith, *An Inquiry Into the Nature and Causes of the Wealth of Nations* (New York, 1902), 28–29, 160–61, 399–402; Sidney M. Milkis and Michael Nelson, *The American Presidency: Origins and Development, 1776–2007*, 5th ed. (Washington, D.C., 2008), 78–79.

26. Suzanne Mettler, *Dividing Citizens: Gender and Federalism in New Deal Public Policy* (Ithaca, 1998); Nancy Fraser and Linda Gordon, “A Genealogy of Dependency: Tracing a Keyword of the U.S. Welfare State,” *Signs* 19 (1994) 309–36; John Locke, *The Second Treatise of Government* (Indianapolis, 1980), chap. 1, sec. 1; chap. 2, sec. 4; chap. 7, sec. 90–92; Shklar, *American Citizenship*, 1–30.

27. Cameron, “The Politics and Economics of the Business Cycle,” 240.

28. Willard Wirtz to the President, 9 December 1963, Folder: “11/22/63–9/2/65,” Box 6, LA 2, WHCF, LBJL.

29. Charles L. Schultze to Joseph A. Califano, 14 August 1965, Folder: “11/63–9/65 Labor,” Box 6, LA 2, WHCF, LBJL; Mucciaroni, *The Political Failure of Employment Policy*, 61–62; Stone, *From Widgets to Digits*, 258–70.

30. Willard Wirtz to the President, 9 December 1963, Folder: “11/22/63–9/2/65,” LA 2, Box 6, WHCF, LBJL.

31. The Tax Cut, originally proposed by President Kennedy in 1962, was expected to increase aggregate demand by freeing up revenue for individuals to spend on goods and for businesses to spend on increasing production and employment. Irving Bernstein, *Promises Kept: John F. Kennedy’s New Frontier* (New York, 1991), 149–50; Alan Brinkley, *John F. Kennedy: The American Presidents Series: The 35th President, 1961–1963* (New York, 2012), 57.

32. This included expansions to the 1962 Manpower Development and Training Act and new training programs under the 1964 Economic Opportunity Act. Brown, *Race, Money, and the American Welfare State*, 219–23; Garth L. Mangum, *MDTA: Foundation of Federal Manpower Policy* (Baltimore, 1968), 97–99, 108, 116.

33. “A Bill: To mobilize the human and financial resources of the Nation to combat poverty in the United States,” 24 February 1964, Folder: “C: BOB Papers on Poverty, Legislative Background on the EOA 1964,” Box 1, Legislative Background on Domestic Crises (hereafter LBDC), WHCF, LBJL; Robert A. Levine, *The Poor Ye Need Not Have With You: Lessons from the War on Poverty* (Cambridge, Mass., 1970), 49.

34. Structural unemployment refers to the mismatch between workers and available jobs, which can be exacerbated by technological change and advancement.

35. Mucciaroni, *The Political Failure of Employment Policy*, 46–47, 271–72; Weir, *Politics and Jobs*, 67, 73–75.

36. The structural unemployment model underlying the MDTA cast the “mechanization of industrial processes, shifts toward higher-skill jobs, and the geographical movement of industry” as the major impediments to full employment and did not address job creation or job quality (“Volume II, Part 1, Programs of the DOL,” Folder: “Administrative History of the Department of Labor,” Box 2, LBDC, WHCF, LBJL, 683). Unlike traditional Keynesian stimulus through public spending, the Tax Cut’s “commercial” Keynesianism did not directly address or correct labor market features such as job or wage quality (Bernstein, *Promises Kept*, 149–50; Brinkley, *John F. Kennedy*, 57).

37. On community action and the culture of poverty, see James L. Sundquist, *Politics and Policy: The Eisenhower, Kennedy, and Johnson Years* (Washington, D.C., 1968), 137–41.

38. William Capron, "The Federal Government and Urban Poverty: Discussions at Brandeis University, June 16–17, 1973," 215.

39. "Manpower Development Assistance," Folder: "Administrative History of the DOL, vol. 2, pt. 1," Box 1, LBDC, WHCF, LBJL, 80; Bill D. Moyers Statement in *The Great Society Reader: A Twenty-Year Critique*, ed. Barbara C. Jordan and Elspeth D. Rostow (Austin, 1986), 37; Brown, *Race, Money, and the American Welfare State*, 210–11; Andrew, *Lyndon Johnson and the Great Society*, 58–59.

40. AFL-CIO Executive Council, "Statement on Waging War Against Poverty," 21 February 1964, Folder: "D: White House Background Papers on Poverty, Legislative Background—EOA 1964," Box 2, LBDC, WHCF, LBJL, 2–4.

41. Brown, *Race, Money, and the American Welfare State*, 218.

42. Title VII of the 1964 Civil Rights Act expressly forbade discrimination on the basis of race and increased blacks' access to employment (Michael K. Brown, Martin Carnoy, Elliott Currie, Troy Duster, David B. Oppenheimer, Marjorie M. Shultz, and David Wellman, *Whitewashing Race: The Myth of a Color-Blind Society* (Berkeley, 2005), 186–87).

43. Walter E. Heller to the Secretary of Agriculture, Secretary of Commerce, Secretary of Labor, Secretary of Health, Education, and Welfare, Director of the Bureau of the Budget, Administrator of Housing and Home Finance Agency, "1964 Legislative Program for 'Widening Participation in Prosperity'—an Attack on Poverty," 5 November 1963, Folder: "B: CEA Draft History of the War on Poverty, Legislative Background—EOA 1964," Box 1, LBDC, WHCF, LBJL Appendix A.

44. Charles L. Schultze to Joseph A. Califano, 14 August 1965, Folder: "11/63–9/65 Labor, Box 6, LA 2, WHCF, LBJL, 1 (emphasis in original).

45. Walter Heller, "Administratively Confidential, 1965 Legislative Program for 'Widening Participation in Prosperity'—an Attack on Poverty," 5 November 1963, Folder: "A: CEA Draft History of the War on Poverty, Legislative Background—EOA 1964," Box 1, LBDC, WHCF, LBJL, 2–4; William M. Capron and Burton A. Weisbrod, "Administratively Confidential Preliminary Draft of 'Attack on Poverty,'" 2 December 1963, Folder: "B: CEA Draft History of the War on Poverty, Legislative Background—EOA 1964," Box 1, LBDC, WHCF, LBJL, 4–6.

46. Heller, "Administratively Confidential, 1965 Legislative Program for 'Widening Participation in Prosperity'—an Attack on Poverty," 5 November 1963, 5; Capron and Weisbrod, "Administratively Confidential Preliminary Draft of 'Attack on Poverty,'" 2 December 1963, 6; Walter Heller to Theodore Sorensen, "Poverty Program," 20 December 1963, Folder: "A: CEA Draft History of the War on Poverty, Legislative Background—EOA 1964," Box 1, LBDC, WHCF, LBJL; Walter Heller, "Draft: Administratively Confidential 'Attack on Poverty,'" 20 December 1963, Folder: "A: CEA Draft History of the War on Poverty, Legislative Background—EOA 1964," Box 1, LBDC, WHCF, LBJL, 12–24; Walter Heller, "To Readers of Chapter 2 (The Problem of Poverty in America)," 28 December 1963, Folder: "A: CEA Draft History of the War on Poverty, Legislative Background—EOA 1964," Box 1, LBDC, WHCF, LBJL, 11.

47. Brown, *Race, Money, and the American Welfare State*, 210–11.

48. R. J. Lampman, "For Walter W. Heller's speech. This is a draft for a section on 'The Costs of Slack,'" 10 June 1963, Folder: "A: CEA Draft History of the War on Poverty, Legislative Background—EOA 1964," Box 1, LBDC, WHCF, LBJL, 5–6; Walter Heller, "1964 Legislative Program for 'Widening Participation in Prosperity'—an Attack on Poverty,"

5 November 1963, Folder: "B: CEA Draft History of the War on Poverty, Legislative Background–EOA 1964," Box 1, LBDC, WHCF, LBJL, 1–2.

49. Lyndon B. Johnson, "Annual Message to the Congress on the State of the Union," 8 January 1964, online by Gerhard Peters and John T. Woolley, *The American Presidency Project*, <http://www.presidency.ucsb.edu/ws/?pid=26787> (accessed 13 November 2015).

50. Draft Presidential Message to Congress, 2 March 1964, "Why Is America Prosperous?," Folder: "F: Legislative History on Poverty, Legislative Background–EOA 1964," Box 2, LBDC, WHCF, LBJL.

51. A February 1964 memorandum warned that a proposed "clause 'by providing for everyone who wants to work the opportunity to make his contribution,' appears to place too much emphasis on job creation" (LW DIV, "Draft: Possible Changes in Poverty Bill," 2 February 1964, Folder: "C: BOB Papers on Poverty, Legislative Background–EOA 1964," Box 1, LBDC, WHCF, LBJL).

52. Special Message to the Congress Proposing a Nationwide War on the Sources of Poverty, 16 March 1964, online by Gerhard Peters and John T. Woolley, *The American Presidency Project*, <http://www.presidency.ucsb.edu/ws/index.php?pid=26109&st=&st1=> (accessed 14 November 2015). Background material for this message contrasted the debilitating effects of government assistance with the redemptive, independence-producing effects of citizens securing work in the private sphere and recommended providing training for those who need it, improving education, and providing assistance to those unable to work ("Message on Poverty," undated, c. early 1964, Folder: "E: Legislative Background on the EOA," Box 2, LBDC, WHCF, LBJL).

53. Manpower Development Assistance, Administrative History of the DOL, vol. 2, pt. 1, Box 1, LBDC, LBJL, 80; Bill D. Moyers Statement in *The Great Society Reader*, 37; Brown, *Race, Money, and the American Welfare State*, 210–11; Andrew, *Lyndon Johnson and the Great Society*, 58–59.

54. "A Bill: To mobilize the human and financial resources of the Nation to combat poverty in the United States," 24 February 1964, Folder: "C: BOB Papers on Poverty, Legislative Background on the EOA 1964," Box 1, LBDC, WHCF, LBJL.

55. Mucciaroni, *The Political Failure of Employment Policy*, 55–57; Russell, *Economics, Bureaucracy, and Race*, 34; Sundquist, *Politics and Policy*, 137–41; Weir, *Politics and Jobs*, 71–74.

56. In order to get the 1964 Tax Cut passed and keep the 1965 total federal budget under \$100 billion, Johnson mandated that the poverty program could not require significant new appropriations (Kermit Gordon to the President, 22 January 1964, Folder: "11/22/63–9/30/64," Box 25, EX WE 9, WHCF, LBJL; Brown, *Race, Money, and the American Welfare State*, 228; Caro, *The Years of Lyndon Johnson*, 422–23; Weir, *Politics and Jobs*, 73.

57. Burton Weisbrod to the Council of Economic Advisers, 13 April 1964, Folder: "A: CEA Draft History of the War on Poverty, Legislative Background on the War on Poverty," Box 1, LBDC, LBJL, 2 (emphasis in original).

58. William Capron, *Transcript of "The Federal Government and Urban Poverty: Discussions at Brandeis University, June 16–17, 1973,"* 142–49, 152–53.

59. Walter E. Heller, "1964 Legislative Program for 'Widening Participation in Prosperity'—an Attack on Poverty," 5 November 1963, Folder: "B: CEA Draft History of the War on Poverty, Legislative Background–EOA 1964," Box 1, LBDC, WHCF, LBJL, Appendix A, 5.

60. Charles Schultze to William Alger, "Draft Specification," 28 December 1963, Folder: "C: BOB Papers on Poverty, Legislative Background—EOA 1964," Box 1, LBJL.

61. Brown, *Race, Money, and the American Welfare State*, 210–11. The report written by Daniel Patrick Moynihan in 1965 on black families, "The Negro Family: The Case for National Action" (known as the Moynihan Report), also contributed to the persistence of the cultural diagnosis and approach.

62. Mucciaroni, *The Political Failure of Employment Policy*, 63–67; Weir, *Politics and Jobs*, 80–81.

63. Theodore M. Berry to Sargent Shriver, "White House Manpower Meeting," 24 April 1967, Box 7, LA 2, WHCF, LBJL.

64. Wilbur J. Cohen, *Transcript of "The Federal Government and Urban Poverty: Discussions at Brandeis University, June 16–17, 1973,"* 345.

65. Levine Draft, "Second Description of the Public Employment Program," 28 August 1965, "Manpower federal Coordination (1963–1965)," Box 9, Record Group 51, Bureau of the Budget SR. 60.11, NA, 4; Narrative History, Folder: vol.1, pt. 2, Administrative History of the Office of Economic Opportunity, LBDC, WHCF, LBJL, 621–22.

66. On the New Deal public employment programs, see "Draft of A National Program of Economic Security, Prepared by Schnapper of CES, October 24, 1934," Folder: "Economic & Social Security June–November 1934," Box 48, Relief Plans and Programs 1933–38, Memoranda and Reports, Harry Hopkins Papers, FDRL; Harry Hopkins to President Roosevelt, 20 November 1935, Folder: "White House," Box 40, Confidential Political File, Harry Hopkins Papers, FDRL; William Ranulf Brock, *Welfare Democracy and the New Deal* (Cambridge, 1988), 280, 284; Brown, *Public Relief, 1929–1939*, 169; McMahon et al., *The Administration of Federal Work Relief*, 26–27; Rose, *Put to Work*, 38.

67. Michael L. Gillette, *Launching the War on Poverty: An Oral History* (New York, 1996), 89–91; Mucciaroni, *The Political Failure of Employment Policy*, 55–57; Russell, *Economics, Bureaucracy, and Race*, 34–35; Sundquist, *Politics and Policy*, 137–41; Weir, *Politics and Jobs*, 67, 69–70.

68. For example, a January 1965 BOB unemployment program proposal included a program to provide funding to states and cities for temporary public service projects and increasing funding for the DOL's NYC program and the OEO's CAPs program (Kermit Gordon, BOB Director, to the President, "Programs to reduce hard-core unemployment," 13 January 1965, Folder: "Manpower Federal Coordination (1963–1965)," Box 9, Record Group 51, Bureau of the Budget SR. 60.11, NA, 3–6).

69. Willard Wirtz to Kermit Gordon, 23 January 1964, Folder: "Poverty," Box 12, Kermit Gordon Papers, John F. Kennedy Library (hereafter JFKL); Caro, *The Years of Lyndon Johnson*, 397; Russell, *Economics, Bureaucracy, and Race*, 35; Weir, *Politics and Jobs*, 69–70.

70. Willard Wirtz to the President, 9 December 1963, Folder: "Labor-Wirtz Memos," Box 23, George Reedy Papers, Office Files of the White House Aides, LBJL; Volume I, Administration of the DOL, Folder: "Administrative History of the DOL," Box 1, LBDC, WHCF, LBJL, iv.

71. On Wirtz's cultural diagnosis of poverty, see Wirtz to Gordon, 23 January 1964, Folder: "Poverty," Box 12, Kermit Gordon Papers, JFKL, 1–2; Willard Wirtz to Charles Schultze, 29 July 1965, Folder: "Community Work and Training," Box 9, Record Group 51, Bureau of the Budget SR 60.11, National Archives (hereafter NA). On Wirtz's support for



private job creation from economic growth, see Chapter on Social Problems, Folder “A: CEA Draft History of the War on Poverty, Legislative Background on the War on Poverty,” Box 1, LBDC, WHCF, LBJL, 5. On Wirtz’s concerns about public works, see Willard Wirtz to the President, 11 March 1964, Folder: “11/63–9/65 Labor,” Box 6, LA 2, WHCF, LBJL; Jack Valenti to the President, 12 November 1964, Folder: “11/63–9/65 Labor,” Box 6, LA 2, WHCF, LBJL; Willard Wirtz to Frank L. Lewis, “Secretary of Labor’s Report to the President on Employment and Unemployment in Urban Slums,” 31 December 1966, Folder: “Concentrated Employment Program,” Box 10, Record Group 51, Bureau of the Budget SR. 60.11, NA, 24–28.

72. Wirtz to Gordon, 23 January 1964, Folder: “Poverty,” Box 12, Kermit Gordon Papers, JFKL, 1–2 (emphasis in original).

73. Mucciaroni, *The Political Failure of Employment Policy*, 55–57; Russell, *Economics, Bureaucracy, and Race*, 34–35; Sundquist, *Politics and Policy*, 137–41; Weir, *Politics and Jobs*, 67, 69–70.

74. Wirtz to Gordon, 23 January 1964, Folder: “Poverty,” Box 12, Kermit Gordon Papers, JFKL, 1–2.

75. *Ibid.*, JFKL, 4–5.

76. *Ibid.*, JFKL, 4–5 (emphasis in original).

77. Bernstein, *Promises Kept*, 122; Brown, *Race, Money, and the American Welfare State*, 212; Mangum, *MDTA*, 20.

78. Brown, *Race, Money, and the American Welfare State*, 219–23; Mangum, *MDTA*, 38–41, 97–99, 108, 116; Mucciaroni, *The Political Failure of Employment Policy*, 60; James T. Patterson, *America’s Struggle Against Poverty in the Twentieth Century* (Cambridge, Mass., 2000), 124; Weir, *Politics and Jobs*, 74.

79. Lee C. White to the President, 4 December 1963, Box 6, LA 2, WHCF, LBJL.

80. Chapter on Social Problems, Folder “A: CEA Draft History of the War on Poverty, Legislative Background on the War on Poverty,” Box 1, LBDC, WHCF, LBJL, 5. There is also evidence that the main disagreement between the DOL and CEA was about the relative importance of job training, rather than whether or not to implement public employment. While CEA Chairman Heller saw job training as an important component alongside the community-action approach, Wirtz wanted to scrap the community-action approach and use all the funding for job training (Chapter on Social Problems, Folder “A: CEA Draft History of the War on Poverty, Legislative Background on the War on Poverty,” Box 1, LBDC, WHCF, LBJL, 5).

81. Wirtz did include Area Redevelopment projects, which were effectively public works, but he did not call for expansion or change to the program. (Wirtz to Gordon, 23 January 1964, Folder: “Poverty,” Box 12, Kermit Gordon Papers, JFKL, 5, 7–10, 12).

82. Willard Wirtz to Bill Moyers, 29 February 1964, Folder: “F: Legislative History on Poverty, Legislative Background–EOA 1964,” Box 2, LBDC, WHCF, LBJL.

83. Willard Wirtz to the President, 11 March 1964, Folder: “11/63–9/65 Labor,” Box 6, LA 2, WHCF, LBJL.

84. Burton Weisbrod to Walter Heller, “Secretary Wirtz’s Performance at the Poverty Bill Hearings,” 19 March 1964, Folder: “B: CEA Draft History of the War on Poverty, Legislative Background–EOA 1964,” Box 1, LBDC, WHCF, LBJL.

85. Jack Valenti to the President, 12 November 1964, Folder: “11/63–9/65 Labor,” Box 6, LA 2, WHCF, LBJL.

86. For Wirtz lobbying for job training, see Chapter on Social Problems, Folder “A: CEA Draft History of the War on Poverty, Legislative Background on the War on Poverty,” Box 1, LBDC, WHCF, LBJL, 5. For Wirtz on the need for “community work-training for adult workers,” see Wirtz to Schultze, 29 July 1965, Folder: “Community Work and Training,” Box 9, Record Group 51, Bureau of the Budget SR. 60.11, NA. For Wirtz on sub-employment in urban areas and proposed training solutions see Willard Wirtz to Frank L. Lewis, 31 December 1966, “Secretary of Labor’s Report to the President on Employment and Unemployment in Urban Slums,” Folder: “Concentrated Employment Program,” Box 10, Record Group 51, Bureau of the Budget SR. 60.11, NA, 24–28.

87. Wirtz to Schultze, 29 July 1965, Folder: “Community Work and Training,” Box 9, Record Group 51, Bureau of the Budget SR. 60.11, NA, 4. The WEP, administered by the Department of Health, Education and Welfare, was “designed to help unemployed fathers and other needy persons to secure and retain employment” and was aimed at the thirty-four states that had not implemented the work-training provisions of the 1962 Social Security Act amendments (Hazel Guffey to Seidman, 7 January 1965, “Organisational [*sic*] Problems in the Poverty Program,” Box 9, Record Group 51, Bureau of the Budget SR. 60.11, NA, 2). A 1967 review of WEP reported that while some sites provided quality services, some were “disguised work-relief projects” (William Gorham to Joe Califano, 20 April 1967, Box 228, Record Group 51, Bureau of the Budget SR. 61.1a, NA, 1).

88. Wirtz to Schultze, 29 July 1965, Folder: “Community Work and Training,” Box 9, Record Group 51, Bureau of the Budget SR. 60.11, NA, 4.

89. Frank L. Lewis to BOB Director, “Labor-HEW administrative responsibilities for the Work Experience Program and the Community Work and Training,” 11 April 1967, Box 9, Record Group 51, Bureau of the Budget, SR. 60.11, NA.

90. Wirtz to the President, “Job Development Program,” 9 April 1965, Box 6, LA 2, WHCF, LBJL; Joseph Califano to Willard Wirtz, 14 October 1965, Box 36, FG 600/Task Force, WHCF, LBJL.

91. “Employability” was a category left over from the New Deal that sought to distinguish between those who could be expected to work in the private labor market based on their physical ability and lack of other legitimate duties such as childcare, and those who were either physically incapable of work or needed to perform household labor such as childcare. For the DOL, “employability” was also problematic because it “is very difficult to measure since there is no objective standard for it and it depends on economic conditions as well as on the abilities and desires of individuals,” such as the many women who stay home to take care of their families (Charles L. Schultze to Joseph Califano, 14 August 1965, Folder: “11/63–9/65 Labor,” Box 6, LA 2, WHCF, LBJL).

92. Willard Wirtz to the President, 9 December 1963, Folder: “Labor-Wirtz Memos,” Box 23, George Reedy Papers, Office Files of the White House Aides, LBJL.

93. Volume I, Administration of the DOL, Folder: “Administrative History of the DOL,” Box 1, LBDC, WHCF, LBJL, iv.

94. Willard Wirtz to Frank L. Lewis, 31 December 1966, “Secretary of Labor’s Report to the President on Employment and Unemployment in Urban Slums,” Folder: “Concentrated Employment Program,” Box 10, Record Group 51, Bureau of the Budget SR. 60.11, NA, 25; R. J. Lampman, “For Walter W. Heller’s speech. This is a draft for a section on “The Costs of Slack,”” 10 June 1963, Folder: “A: CEA Draft History of the War on Poverty, Legislative Background–EOA 1964,” Box 1, LBDC, WHCF, LBJL, 5–6; Heller, “1964

Legislative Program for ‘Widening Participation in Prosperity’—an Attack on Poverty,” 5 November 1963, Folder: “B: CEA Draft History of the War on Poverty, Legislative Background—EOA 1964,” Box 1, LBDC, WHCF, LBJL, 1–2. For example, according to the DOL’s own survey, in 1966 only 44 percent of the unemployed poor in urban slums attributed their unemployment to “lack of education, training, skills, or experience” (Derek I. Meier, “The Concentrated Employment Program,” *Urban Law Annual; Journal of Urban and Contemporary Law*, January 1971, [http://openscholarship.wustl.edu/cgi/viewcontent.cgi?article=1823&context=law\\_urbanlaw](http://openscholarship.wustl.edu/cgi/viewcontent.cgi?article=1823&context=law_urbanlaw) (accessed 2 August 2017), 164).

95. Wirtz to Lewis, “Secretary of Labor’s Report to the President on Employment and Unemployment in Urban Slums,” 31 December 1966, Folder: “Concentrated Employment Program,” Box 10, Record Group 51, Bureau of the Budget SR. 60.11, NA, 1, 19, 24–29, 34.

96. In January 1964, HEW also unsuccessfully advanced a proposal for a public works program alongside increased cooperation with the private sector to increase the supply of jobs (Wilbur Cohen, “Staff memorandum on ‘Outline of a Proposed Poverty Program,’” 10 January 1964, Folder: “BOB Papers on Poverty C, Legislative Background—EOA 1964,” Box 1, LBDC, WHCF, LBJL).

97. There is some disagreement about whether Shriver or Wirtz originated this proposal. Michael Gillette claims that Wirtz proposed the program (*Launching the War on Poverty*, 89). However, Adam Yarmolinsky, who was present at the meeting, states that Shriver presented the plan, was the “original proponent of jobs as a solution” and made an “impassioned speech for jobs which the president completely ignored.” Since Yarmolinsky also notes that Wirtz supported Shriver in his proposal, this is not an example of them competing but, rather, cooperating (Adam Yarmolinsky, *Transcript of “The Federal Government and Urban Poverty: Discussions at Brandeis University, June 16–17, 1973,”* 287–88).

98. Mucciaroni, *The Political Failure of Employment Policy*, 57.

99. *Ibid.*, 57, quoting Daniel Patrick Moynihan, *Maximum Feasible Misunderstanding: Community Action in the War Against Poverty* (New York, 1969), 84.

100. Walter Heller, “To Readers of Chapter 2 (The Problem of Poverty in America),” 28 December 1963, Folder: “A: CEA Draft History of the War on Poverty, Legislative Background—EOA 1964,” Box 1, LBDC, WHCF, LBJL, 21.

101. Mucciaroni, *The Political Failure of Employment Policy*, 57–58.

102. Secretary of Commerce to the President, 8 January 1964, Box 43, FI 4/FG Budget Appropriations, Federal Government, WHCF, LBJL.

103. “Volume II, Part 1, Programs of the DOL,” Folder: “Administrative History of the Department of Labor,” Box 2, LBDC, WHCF, LBJL, 683; Mangum, *MDTA*, 17, 20.

104. Magnum, *MDTA*, 97–99, 108, 116; Patterson, *America’s Struggle Against Poverty in the Twentieth Century*, 124.

105. Eva Bertram notes that in the 1990s “New Democrats” proposed a “work-first strategy” that made this approach explicit, though the evidence from the 1960s demonstrates that this strategy had long been applied to poor and disadvantaged workers and unemployed. Eva Bertram, *The Workfare State: Public Assistance Politics from the New Deal to the New Democrats* (Philadelphia, 2015), 208.

106. The original Keynesian idea of an economic stimulus through government spending on social programs provided a mechanism to help ameliorate market inequalities,

whereas the Tax Cut was a commercial interpretation that left everything in the hands of the private sector. Bernstein, *Promises Kept*, 149–50; Alan Brinkley, *John F. Kennedy: The American Presidents Series: The 35th President, 1961–1963* (New York, 2012), 57.

107. Lyndon B. Johnson, “Annual Message to the Congress on the State of the Union,” 8 January 1964, online by Gerhard Peters and John T. Woolley, *The American Presidency Project*, <http://www.presidency.ucsb.edu/ws/?pid=26787> (accessed 14 October 2015).

108. Brown, *Race, Money, and the American Welfare State*, 237–38, 246–47; Mucciaroni, *The Political Failure of Employment Policy*, 74–75.

109. In a November 1964 address Johnson stated: “Unemployment is still far too high. More young people than ever are looking for their first jobs. We have 3,200,000 18-year-olds who want to go to school or want to find a job this year. Educational opportunities, therefore, must be increased” ( Lyndon B. Johnson, “Remarks at the Swearing In of Gardner Ackley as Chairman and Arthur Okun as Member of the Council of Economic Advisers,” 16 November 1964, online by Gerhard Peters and John T. Woolley, *The American Presidency Project*, <http://www.presidency.ucsb.edu/ws/?pid=26722>, accessed October 14, 2015).

110. Lyndon B. Johnson, “Remarks at a Luncheon of the Committee for Economic Development,” 19 November 1964, online by Gerhard Peters and John T. Woolley, *The American Presidency Project*, <http://www.presidency.ucsb.edu/ws/?pid=26726> (accessed 14 October 14, 2015).

111. Gardner Ackley to the President, “A Stronger Fiscal Policy for 1965?,” 13 December 1964, Box 32, EX BE 5-4, WHCF, LBJL; Dillon, Gordon, and Ackley to the President, “Troika Review of Economic and Fiscal Outlook,” 7 December 1964, Box 32, EX BE 5-4, WHCF, LBJL. The Sustaining American Prosperity Task Force (made up of economists, including CEA Member Okun) recommended “permanent grants-in-aid to local public facilities now being made under the Accelerated Public Works program” (“Sustaining American Prosperity, A Task Force Report for the President of the United States,” 17 November 1964, Folder: “Task Force, Bill Moyers Papers,” Box 4, LBJL, 18.)

112. Lyndon B. Johnson, “Remarks to the National Industrial Conference Board,” 17 February 1965, online by Gerhard Peters and John T. Woolley, *The American Presidency Project*, <http://www.presidency.ucsb.edu/ws/?pid=27433> (accessed 14 October 2015).

113. Levine “Draft, Second Description of the Public Employment Program,” 28 August 1965, Folder: “Manpower federal Coordination (1963–1965),” Box 9, Record Group 51, Bureau of the Budget SR. 60.11, NA, 1–2.

114. “Narrative History,” Folder: “vol. 1, part 2, Administrative History of the Office of Economic Opportunity,” LBDC, WHCF, LBJL, 621–22.

115. Joseph A. Kershaw to Joseph Califano, “Possible participation of the health field in the proposed ‘Public Employment Program,’” 18 October 1965, Box 7, LA 2, LBJL.

116. Kermit Gordon, to the President, “Programs to reduce hard-core unemployment,” 13 January 1965, Folder: “Manpower Federal Coordination (1963–1965),” Box 9, Record Group 51, Bureau of the Budget SR. 60.11, NA, 1–2; Walter Heller to the President, “What Price Great Society,” 21 December 1965, WE/MC Box 98, WHCF, LBJL.

117. Troika to the President, 22 August 1966, Box 23, FI 4, WHCF, LBJL.

118. Sargent Shriver to Charles Schultze, 6 September 1966, Box 9, Folder: "Manpower Federal Coordination (1966–67)," Record Group 51, Bureau of the Budget SR 60.11, NA.

119. Brown, *Race, Money, and the American Welfare State*, 247–48; Mucciaroni, *The Political Failure of Employment Policy*, 58.

120. Congress also transferred authority for the Work Experience Program from the Department of Health and Human Services to the DOL ("Antipoverty Funds Reduced and Earmarked," *CQ Almanac*, CQ Press Library, 1966, <https://library.cqpress.com/cqalmanac/document.php?id=cqal66-1301316> (accessed 2 August 2017).

121. Robert A. Levine to Sargent Shriver, 11 October 1966, Subject: Work Training Programs, Folder: "National Work and Training Program, 1966," Box 10, Record Group 51, Bureau of the Budget SR. 60.11, NA, 1–7.

122. Sargent Shriver to John W. Gardner, "Draft Memo," undated, c. late 1966, Folder: "National Work and Training Program, 1966," Box 10, Record Group 51, Bureau of the Budget SR. 60.11, NA, 1–3.

123. William B. Cannon, to Charles Schultze, "Job Programs and Community Action," 1 November 1966, Folder: "National Work and Training Program, 1966," Box 10, Record Group 51, Bureau of the Budget SR. 60.11, NA, 1–2.

124. Brown, *Race, Money, and the American Welfare State*, 285–89.

125. Phillip S. Hughes, to Joseph Califano, "Kennedy–Javits, Nelson–Scheuer, and the new Concentrated Employment Program," 4 May 1967, Folder: "OEO Legislation 1968," Box 29, James Gaither Papers, Office Files of the White House Aides, LBJL.

126. Joe Califano to the President, 11 August 1967, Box 165, EX LE/WE9, WHCF, LBJL; "Antipoverty Program Survives Assault, Gets \$1.8 billion," *CQ Almanac*, CQ Press Library, 1967, <https://library.cqpress.com/cqalmanac/document.php?id=cqal67-1313423> (accessed 2 August 2017).

127. Charles Schultze to Joseph Califano, 12 July 1967, Folder: "Urban Slum Employment Task Force," Box 10, Record Group 51, Bureau of the Budget, SR. 60.11, NA, 2–3 (emphasis in original).

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132. Willard Wirtz to the President, "Negro Unemployment and the Riots," 1 August 1967, Box 8, LA 2, WHCF, LBJL; Wirtz to the President, "Use of Training Opportunities; Preliminary Report," 5 August 1967, , Box 8, LA 2, WHCF, LBJL.

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136. Mucciaroni, *The Political Failure of Employment Policy*, 68–69; Russell, *Economics, Bureaucracy, and Race*, 5–6; Weir, *Politics and Jobs*, 5–6, 23, 30.
137. On the rise of less stable, service-sector jobs, see Peter B. Doeringer and Michael J. Piore, *Internal Labor Markets and Manpower Analysis* (Washington, D.C., 1970), 273–74; Theodore Caplow, Howard M. Bahr, Bruce A. Chadwick, and John Modell, *Recent Social Trends in the United States, 1960–1990* (Montreal, 1994), 149–50; Donghoon Lee and Kenneth I. Wolpin, “Intersectoral Labor Mobility and the Growth of the Service Sector,” *Econometric Society* 74, no. 1 (January 2006): 1, 6.