Notes: INDUSTRIALIZATION

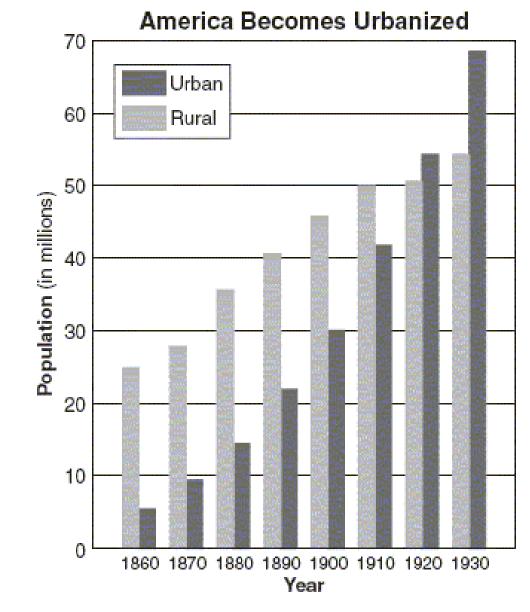
LG:

How did the US become a worldwide industrial powerhouse **AND** what were the consequences?

Share of World Manufacturing Output in Percent

| | 1750 | 1800 | 1860 | 1900 | 1928 | 1938 |
|------------------|------|------|------------|-------------|-------------|------|
| Great Britain | 1.9 | 4.3 | 19.9 | 18.5 | 9.9 | 10.7 |
| United States | 0.1 | 0.8 | <u>7.2</u> | <u>23.6</u> | <u>39.3</u> | 31.4 |
| Germany | 2.9 | 3.5 | 4.9 | 13.2 | 11.6 | 12.7 |
| Russia | 5.0 | 5.6 | 7.0 | 8.8 | 5.3 | 9.0 |

Rural Vs. Urban 1860 to 1930



Source: U.S. Census (adapted)

1. US Industrializes 1860s to 1900s

A. Industrialization

i. When the US shifts from farming to manufacturing things, thus industry.

ii. Time of great growth in cities.

iii. Govt. will support this.– Sorry farmers and low-level workers.

2. Expansion of Industry

A. Natural Resources i. Oil (a.k.a. "Black Gold") ii. Iron and Steel and Wood iii. Growing Urban Populations

B. Government support for Big Business
i. Capitalism & <u>Laissez-Faire</u> ("let do")
– Little to no govt. regulation.

C. New Inventions and Products

<u>i. Consumerism</u>: BUY BUY BUY THINGS

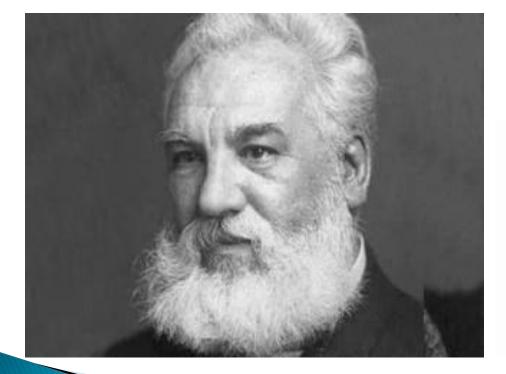




Home Insurance Building, Chicago Brooklyn Bridge, New York City Considered a wonder of the world at the time.

As structures started soaring into the air, not even the sky seemed to be the limit of what Americans could achieve.

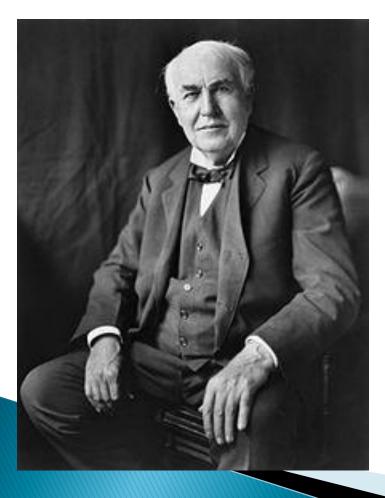
Alexander Graham Bell







Thomas Edison

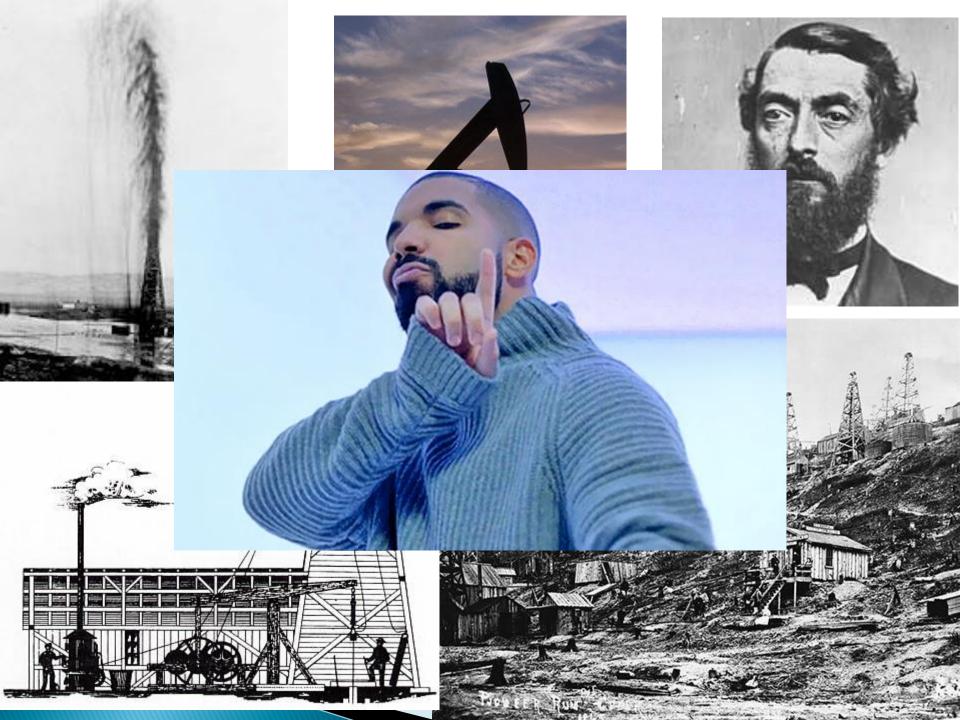




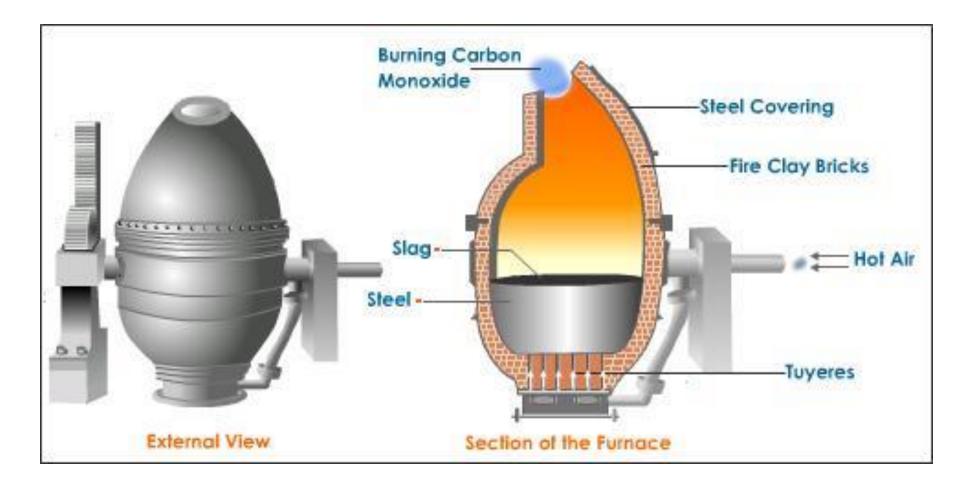




The Assembly Line

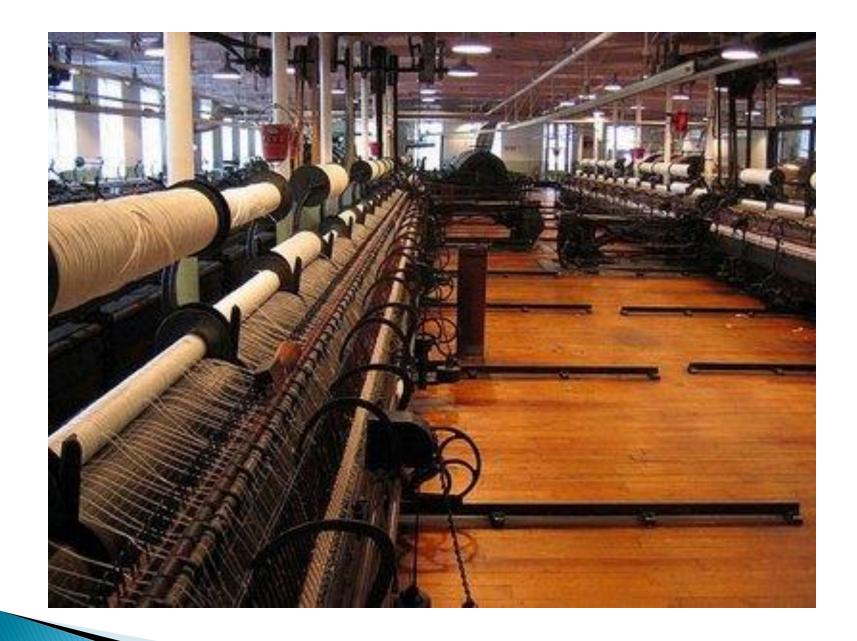












3. The Age of Railroads

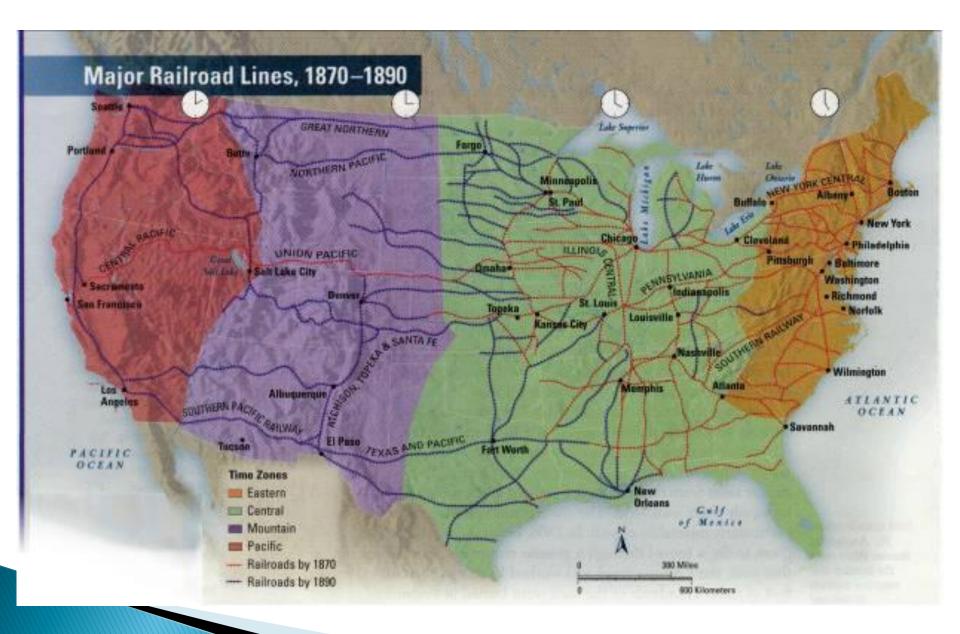
A. 1865 = 30,000 miles i. 1890 = 180,000 miles

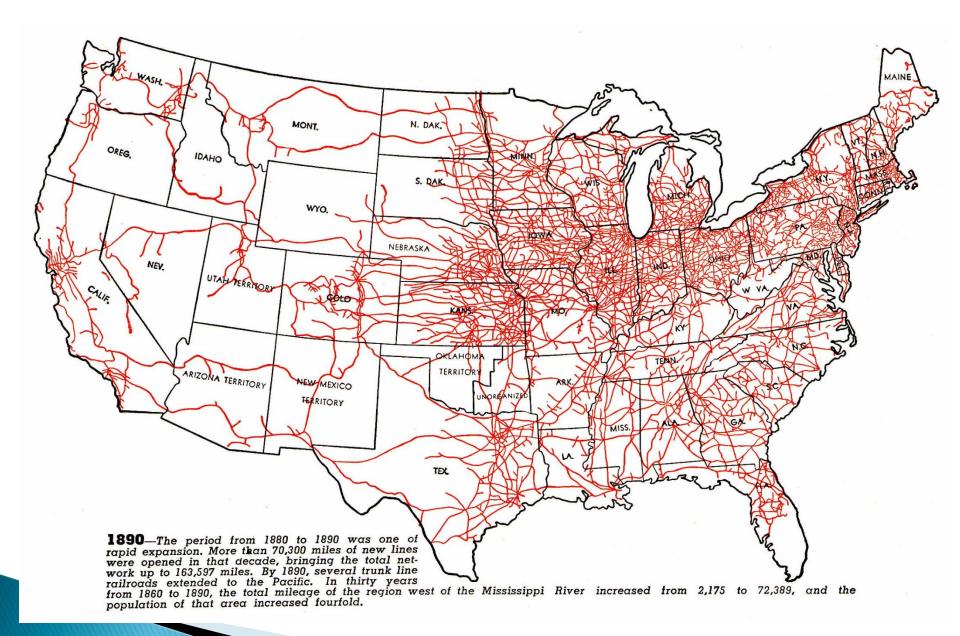
B. RR's brought ideas of adventure and fresh starts.

i. 1888: 2,000 died & 20,000 injured while being built.

C. Unified a nation.

i. Time Zones started and US homogenized.

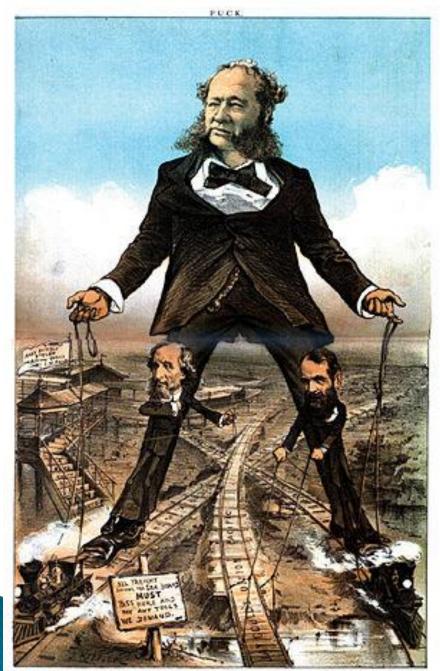




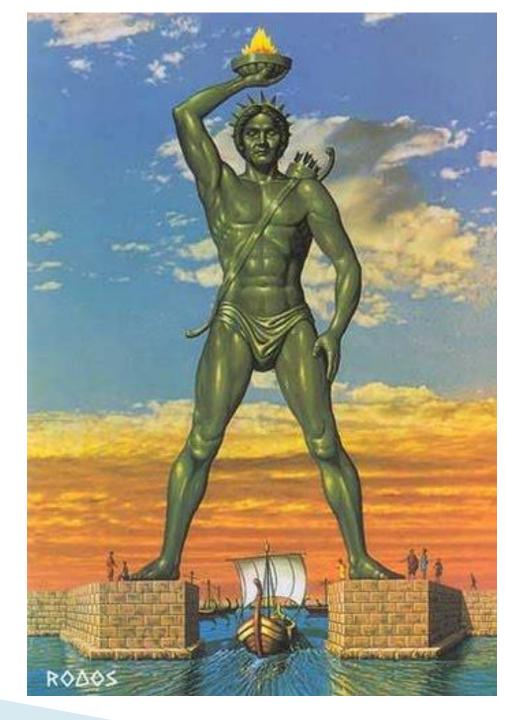
*** *Turn to Page 236 and answer the following questions in complete sentences in your notes.*

- D. How did the Credit Mobilier scandal work? What were the consequences for the individuals involved?
- E. What abuses were RR's responsible for?
- F. In <u>Munn v. Illinois</u>, what important principle did the Grangers help establish?
- G. What is the Interstate Commerce Commission Act (ICC)? Was it effective?

H. What was the outcome for the railroads after the <u>Panic of 1893</u>?



THE MODERN COLOSSUS OF (RAIL) ROADS.

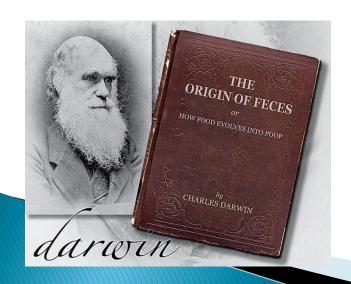


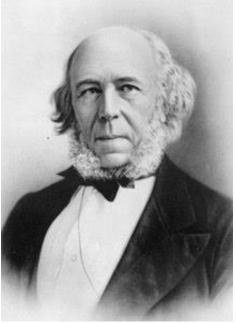
4. Mindset of the Times

A. Social Darwinism

i. Used Darwin's theory of evolution to explain evolution of human society.

ii. "Survival of the fittest" mentality for people and business.

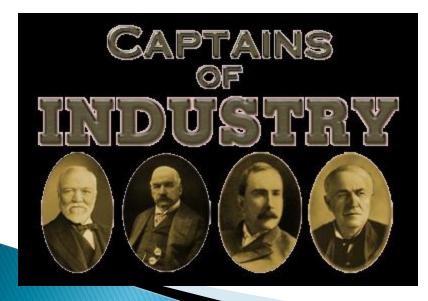


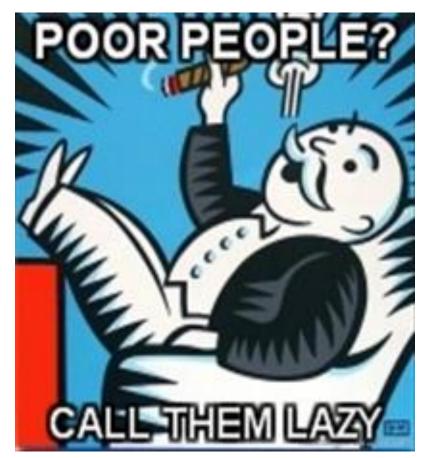


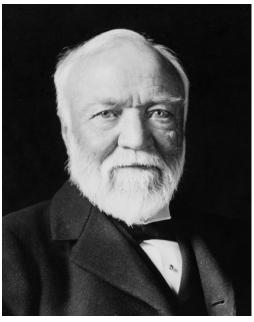
iii. Justified no one had the right to intervene in business... ever.

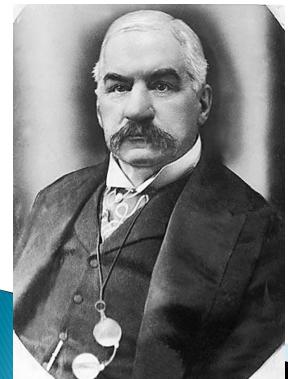
iv. New business strategies reflect this mentality.

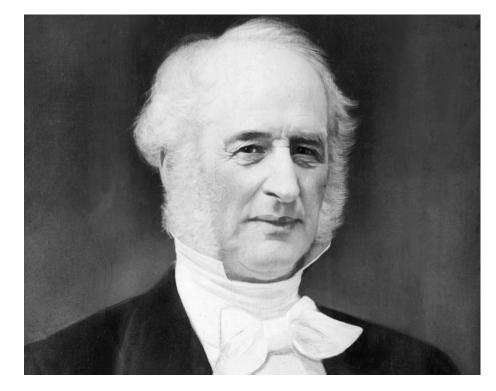
- Horizontal and Vertical Integration
- Trusts
- Holding Company

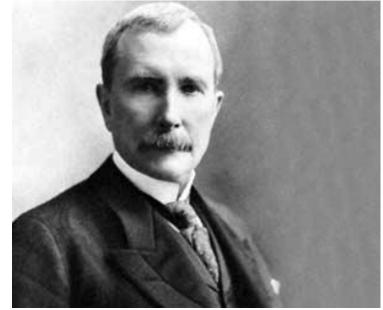


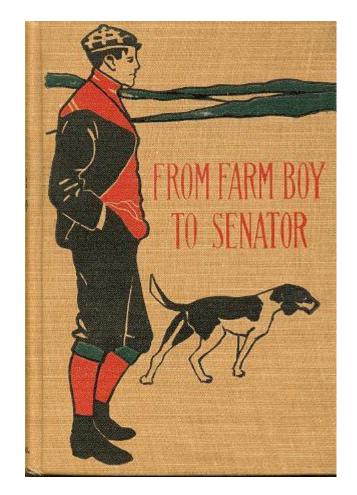


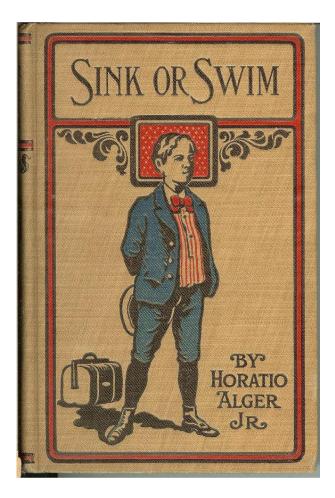












Add to Chart

Holding Company

 A corporation that does nothing but buy out the stock of other companies and keeps running those companies separate from each other.

Trust

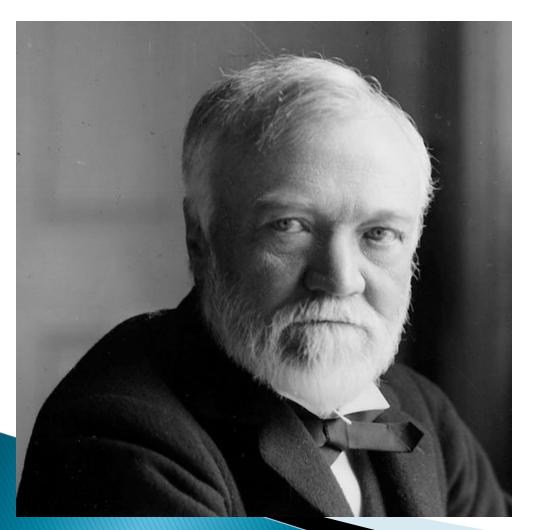
- When competing companies turn their stocks over to a group of trustees and run the group as one large company.

Were Men Like Carnegie Good for Americans?

Was Carnegie a Hero?

Was Carnegie a Good or Bad Person?

Stats of Wealth and Poverty Andrew Carnegie







Source: Adapted from Historical Statistics of the United States, Part 1. Bureau of the Census, Washington D.C., 1975.

المركز المركز المحارب والمرابع المراجع فالمحافين والمحافين والمحاف المحصم فسيعتهم محاصر ويوعيك مصرفات والمسيري

| Average Daily Hours and Average Daily Wages in US Manufacturing: 1892 | | | | | | |
|--|------------------------|------------------------|--|--|--|--|
| Industry | Average Daily Hours | Average Daily Wages | | | | |
| Textiles | 10.20 | \$1.09 | | | | |
| Shoemaking | 9.81 | \$1.58 | | | | |
| Paper makers | 10.87 | \$1.33 | | | | |
| Machine shop workers | 10.06 | \$1.87 | | | | |
| Iron and steel workers | 10.67 | \$1.81 | | | | |
| All industries | 10.04 | \$1.46 | | | | |

Note: \$600 a year supported a typical six-member family.

Note: In 1900 Andrew Carnegie personally made \$23,000,000. Figuring that Carnegie worked 50-hour week and a 50-week year, Carnegie's hourly "wage" in 1900 would have been equal \$9,200. His daily "wage" was therefore about \$92,000.

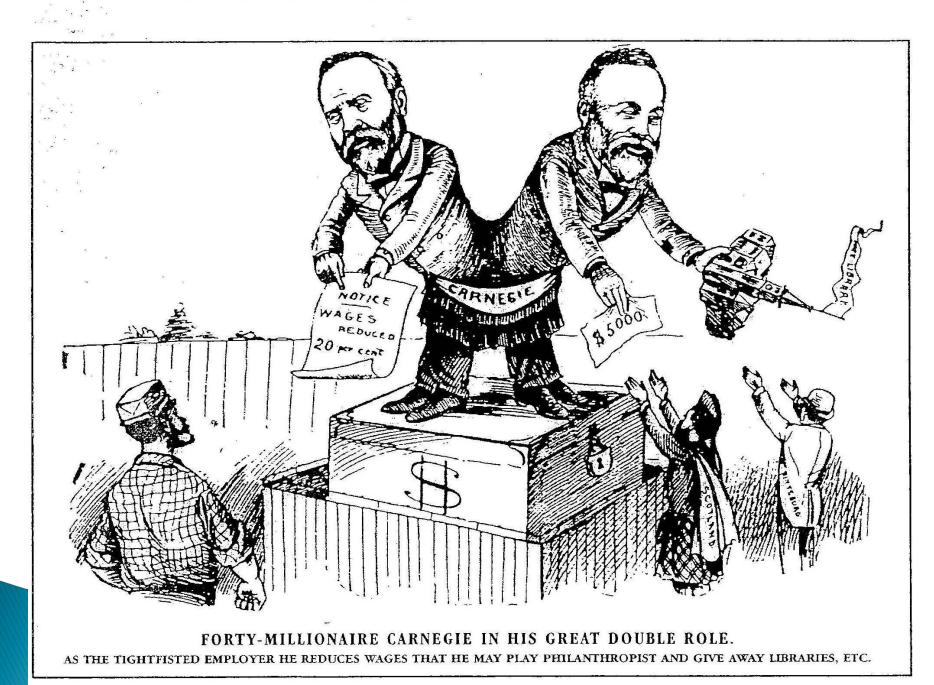
Carnegie's Philanthropy

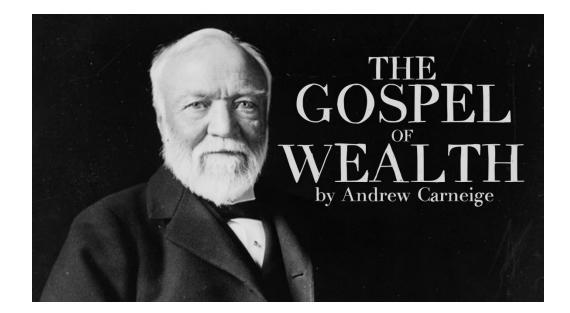
(Partial List)

| Gifts | Amount | Note |
|--------------------------|---------------|--|
| Princeton University | \$400,000 | To create Lake Carnegie for rowing |
| TIAA | \$1,000,000 | Teachers' Insurance & Annuity Assoc. |
| Dunfermline Trust | \$4,000,000 | Carnegie's boyhood home town |
| Homestead Relief Fund | \$4,000,000 | Fund for steel workers and families |
| Church organs | \$6,248,000 | Total number, 7689 |
| Carnegie Peace Endowment | \$10,000,000 | To "hasten the abolition of war" |
| Universities of Scotland | \$10,000,000 | Endowment for four universities |
| Teachers' Pension Fund | \$15,000,000 | Old age help for poor professors |
| Carnegie Institution | \$25,000,000 | To promote scientific research |
| Free public libraries | \$50,365,000 | Total number, 2811, mostly in US |
| Carnegie Corporation* | \$145,000,000 | Supertrust for administering a large part of Carnegie's remaining fortune |
| Total (This list only) | \$271,013.000 | ж. |
| Total Giving Overall | \$350,695,653 | |

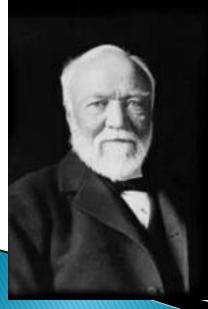
*The Carnegie Corporation's net assets in 2005 were listed at \$2,167,000,000. The foundation is currently giving out about \$100,000,000 a year, most of it to education.

Source: The Saturday Globe, Utica, New York, July 9, 1892.





The man who dies rich, dies disgraced.



"And while the law of competition may be sometimes hard for the individual, it is best for the race, because it ensures the survival of the fittest in every department."

Andrew Carnegie

Were Men Like Carnegie Good for Americans?

Was Carnegie a Hero?

Was Carnegie a Good or Bad Person?

5. Unions Emerge

A. Industrial workers organize into unions.
i. Felt mistreated and exploited.
– Work 12 hour days, 6 days a week.

- No sick days or workers' comp.

- 1882, avg. 675 die a week.

- Farmers taken advantage of.

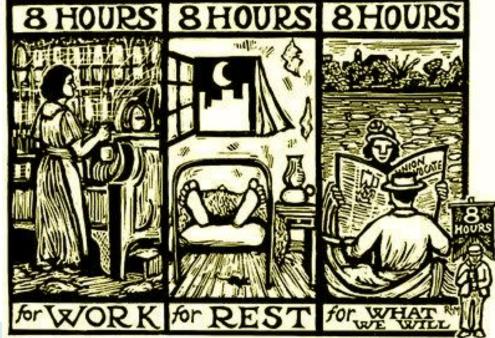
- **B.** Industrial Unions
 - i. Common workers; **IWW**.
 - -International Workers of the World

- C. Trade/Craft Unions i. Skilled workers; <u>AFoL</u>. - American Federation of Labor
- D. Union Tactics
 - i. Strikes and <u>Collective Bargaining</u> <u>Agreements (CBA's)</u>
 - Workers negotiating w/ management.





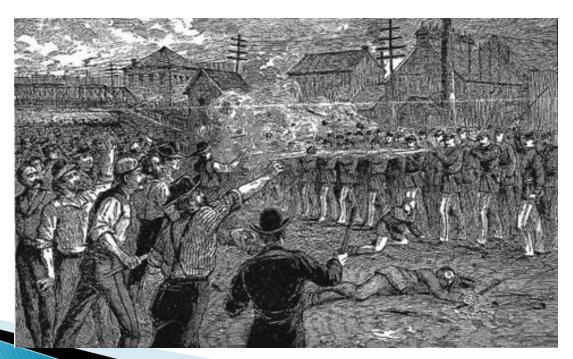




6. Strikes Turn Violent

A. Great Railroad Strike of 1877

- i. Panic of 1873 = Massive Wage Cuts
- ii. Military called into these states; 100 die.





b) Pullman Company Strike, 1894
i. Panic of 1893 = Huge Wage Cuts
ii. President sends in troops; 11 die



TELEVEL PARTY IN PRESERVE



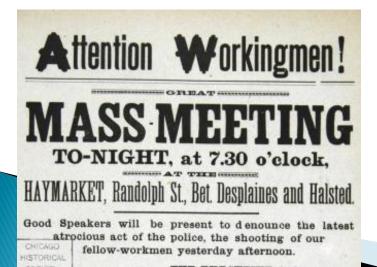
LOOKING UP THE PANHANDLE RAILROAD .- FROM & PROTOGRAFIE BY J. W. TAVLOR.

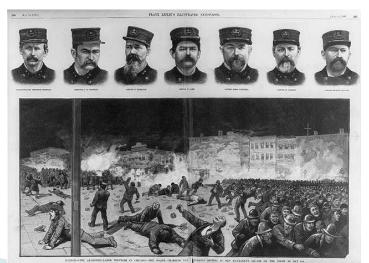
c) Haymarket Riot, May 1886

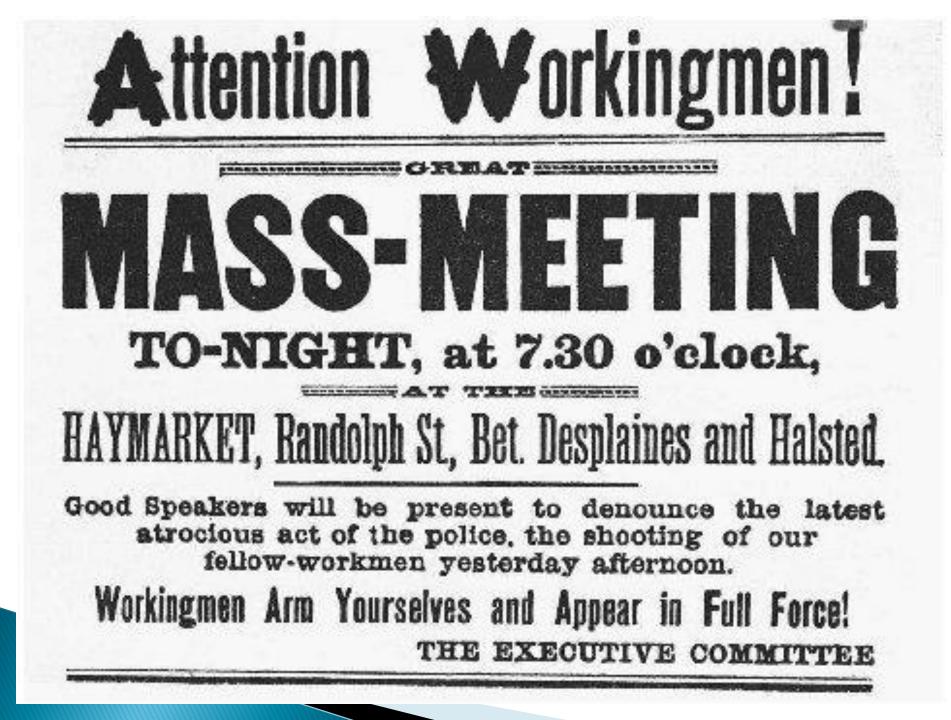
i. Bomb thrown during IWW protest; shootout ensues & 7 police die.

- No one knows who threw bomb.
- 8 IWW speakers and protesters framed.
- ii. Wave of **xenophobia** in the country.
 - Anti-immigration feeling.

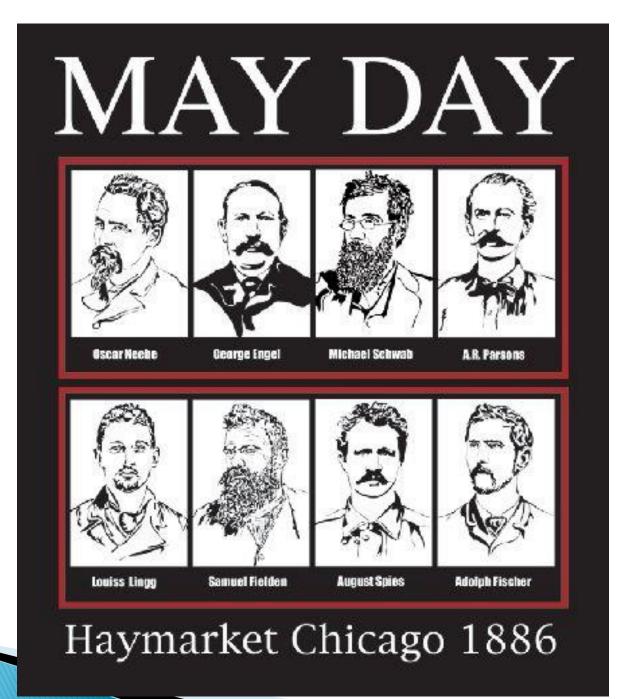
*** MAY 1: World Wide Worker's Holiday







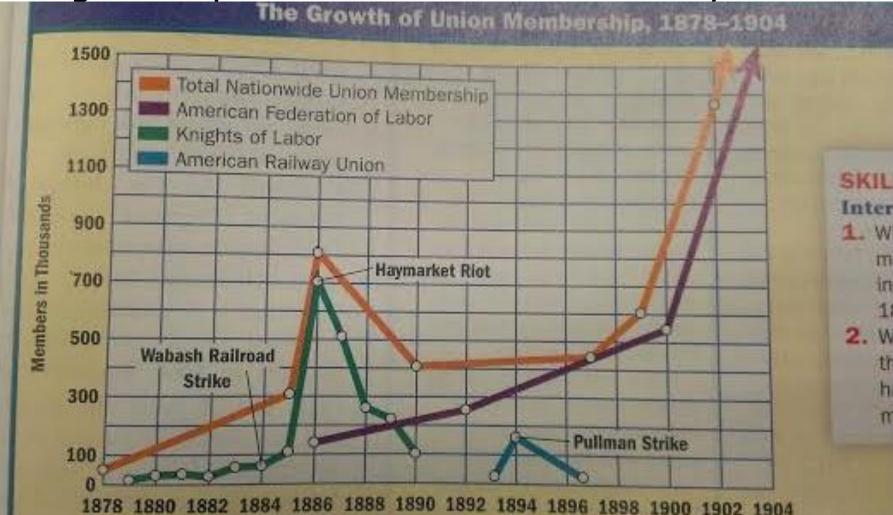




Answer these Q's in your notes

d. What side was the federal government on? Labor or Big Business?
i. What evidence from your notes can you provide to back-up your claim?

Answer these Q's in your notes e. Between 1886 and 1890, how do you think the general public felt about unions? Why?



Ch. 6.3 Questions...

Answer these questions on your worksheet.

Triangle Shirtwaist Factory Fire