# THE POLITICS OF THE GILDED AGE, 1877-1900

My country, 'is of thee, Once land of liberty, Of thee I sing. Land of the Millionaire; Farmers with pockets bare; Caused by the cursed snare—The Money Ring.

Alliance Songster, 1890

ongress had enacted an ambitious reform program during the 1860s and 1870s—the era of Civil War and Reconstruction. After the election of President Rutherford B. Hayes and the Compromise of 1877, the national government settled into an era of stalemate and comparative inactivity. However, the causes of limited achievements and failure of politicians to address the growing problems related to industrialization and urbanization are often as instructive as periods of political achievements.

# Politics in the Gilded Age

The expression "Gilded Age," first used by Mark Twain in 1873 as the title of a book, referred to the superficial glitter of the new wealth so prominently displayed in the late 19th century. Historians often criticize the politics of the era as more show than substance. It was the era of "forgettable" presidents, none of whom served two consecutive terms, and of politicians who largely ignored problems arising from the growth of industry and cities. The two major parties in these years often avoided taking stands on controversial issues.

## Causes of Stalemate

Factors accounting for the complacency and conservatism of the era included (1) the prevailing political ideology of the time, (2) campaign tactics of the two parties, and (3) party patronage.

Belief in Limited Government The idea of "do-little" government was in tune with two other popular ideas of the time: laissez-faire economics and Social Darwinism. Furthermore, the federal courts narrowly interpreted the government's powers to regulate business, and this limited the impact of the few regulatory laws that Congress did pass.

Campaign Strategy The closeness of elections between 1876 and 1892 was one reason that Republicans and Democrats alike avoided taking strong positions on the issues. The Democrats won only two presidential contests in the electoral college (but four in the popular vote). They nevertheless controlled the House of Representatives after eight of the ten general elections. The result was divided government in Washington (except for two years of the Harrison administration, 1889–1891, when the Republicans were in control of both the presidency and the two houses of Congress). With elections so evenly matched, the objective was to get out the vote and not alienate voters on the issues.

Election campaigns of the time were characterized by brass bands, flags, campaign buttons, picnics, free beer, and crowd-pleasing oratory. Both parties had strong organizations, the Republicans usually on the state level and the Democrats in the cities. The irony is that the issue-free campaigns brought out nearly 80 percent of the eligible voters for presidential elections, much higher than elections in later periods. The high turnout was a function of strong party identification and loyalty, often connected with the regional, religious, and ethnic ties of voters.

**Republicans** In the North, Republican politicians kept memories of the Civil War alive during the Gilded Age by figuratively waving the "bloody shirt" in every campaign and reminding the millions of veterans of the Union army that their wounds had been caused by (southern) Democrats and that Abraham Lincoln had been murdered by a Democrat. The party of Lincoln, because of its antislavery past, kept the votes of reformers and African Americans. The core of Republican strength came from men in business and from middle-class, Anglo-Saxon Protestants, many of whom supported temperance or prohibition. Republicans followed the tradition of Hamilton and the Whigs, supporting a pro-business economic program of high protective tariffs.

**Democrats** After 1877, Democrats could count upon winning every election in the former states of the Confederacy. The solid South was indeed solidly Democratic until the mid-20th century. In the North, Democratic strength came from big-city political machines and the immigrant vote. Democrats were often Catholics, Lutherans, and Jews who objected to temperance and prohibition crusades conducted by Protestant (and largely Republican) groups. Democrats of the Gilded Age argued for states' rights and limiting powers for the federal government, following in the Jeffersonian tradition.

Party Patronage Since neither party had an active legislative agenda, politics in this era was chiefly a game of winning elections, holding office, and providing government jobs to the party faithful. In New York, for example, Republican Senator Roscoe Conkling became a powerful leader of his party by dictating who in the Republican ranks would be appointed to lucrative jobs in the New York Customs House. Conkling and his supporters were known as the Stalwarts, while their rivals for patronage were the Halfbreeds, led by James G. Blaine. Who got the patronage jobs within the party became a more important issue than any policy. Republicans who did not play the patronage

game were ridiculed as the Mugwumps for sitting on the fence—their "mugs" on one side of the fence and "wumps" on the other. Historians generally consider this era a low point in American politics.

Political Party Affiliations in Congress, 1881–1901					
	House		Senate		
Year	Major Parties	Minor Parties	Major Parties	Minor Parties	
1881–1883	R-147, D-135	11	R-37, D-37	1	
1883–1885	D-197, R-118	10	R-38, D-36	2	
1885–1887	D-183, R-140	2	R-43, D-34	0	
1887–1889	D-169, R-152	4	R-39, D-37	0	
1889–1891	R-166, D-159	0	R-39, D-37	0	
1891–1893	D-235, R-88	9	R-47, D-39	2	
1893–1895	D-218, R-127	11	D-44, R-38	3	
1895–1897	R-244, D-105	7	R-43, D-39	6	
1897–1899	R-204, D-113	40	R-47, D-34	7	
1899–1901	R-185, D-163	9	R-53, D-26	8	

R: Republican D: Democrat

**Source:** U.S. Bureau of the Census. *Historical Statistics of the United States*,

Colonial Times to 1970

## Presidential Politics

The administrations of presidents Hayes, Garfield, and Arthur reflected the political stalemate and patronage problems of the Gilded Age.

Rutherford B. Hayes After being declared the winner of the disputed election of 1876, Rutherford B. Hayes's most significant act was to end Reconstruction by withdrawing the last federal troops from the South. President Hayes also attempted to re-establish honest government after the corrupt Grant administration. As temperance reformers, Hayes and his wife, "Lemonade Lucy," cut off the flow of liquor in the White House. Hayes vetoed efforts to restrict Chinese immigration.

James Garfield Republican politicians, more interested in spoils and patronage than reform, were happy to honor President Hayes's pledge in 1877 to serve only one term. In the election of 1880, the Republicans compromised on the nomination of "Halfbreed" James A. Garfield of Ohio (a key swing state of the times), and "Stalwart" Chester A. Arthur of New York as vice president. The Democrats nominated Winfield S. Hancock, a former Union general who had been wounded at Gettysburg. The Garfield-Arthur ticket defeated the Democratic war hero in a very close popular vote.

In his first weeks in office, Garfield was besieged in the White House by hordes of Republicans seeking some 100,000 federal jobs. Garfield's choice of Halfbreeds for most offices provoked a bitter contest with Senator Conkling and his Stalwarts. While the president was preparing to board a train for a summer vacation in 1881, a deranged office seeker who identified with the Stalwarts shot Garfield in the back. After an 11-week struggle, the gunshot wound proved fatal. Chester A. Arthur then became president.

**Chester A. Arthur** Arthur proved a much better president than people expected. He distanced himself from the Stalwarts, supported a bill reforming the civil service. This bill expanded the number of government employees hired based on their qualifications rather than their political connections. In addition, he approved the development of a modern American navy and began to question the high protective tariff. His reward was denial of renomination by the Republican party in 1884.

## Congressional Leaders

Weak presidents do not necessarily mean strong Congresses. Lawmakers of the Gilded Age typically had long but undistinguished careers. John Sherman, brother of the famous Civil War general, was in Congress from 1855 to 1898 but did little other than allow his name to be attached to a number of bills, including the Sherman Antitrust Act of 1890. Thomas "Czar" Reed from Maine, a sharp-tongued bully, became Speaker of the House in 1890 and instituted an autocratic rule over the House that took years to break. Senator James G. Blaine, also from Maine, had the potential of being a great political leader and largely succeeded in reshaping the Republicans from an antislavery party into a well-organized, business-oriented party. However, Blaine's reputation was tarnished by links with railroad scandals and other corrupt dealings.

## The Election of 1884

In 1884 the Republicans nominated Blaine for president, but suspicions about Blaine's honesty were enough for the reform-minded Mugwumps to switch allegiance and campaign for the Democratic nominee, Grover Cleveland. Unlike most Gilded Age politicians, Cleveland was honest, frugal, conscientious, and uncompromising. He had been an honest mayor of Buffalo and incorruptible governor of New York State. Republicans raised questions, however, about the New Yorker's private life, making much of the fact that Cleveland had fathered the child of a woman not his wife. In a notably dirty campaign, the Democrats were labeled the party of "Rum, Romanism, and Rebellion." Catholic voters were offended by the phrase, and their votes in key states such as New York may have been enough to ensure Cleveland's victory as the first Democrat to be elected president since Buchanan in 1856.

## Cleveland's First Term

The Democratic president believed in frugal and limited government in the tradition of Jefferson. He implemented the new civil service system (see below) and vetoed hundreds of private pension bills for those falsely claiming to have

served or been injured in the Civil War. He signed into law both (1) the Interstate Commerce Act of 1887, the federal government's first effort to regulate business, and (2) the Dawes Act, which reformers hoped would benefit American Indians. Cleveland's administration also retrieved some 81 million acres of government land from cattle ranchers and the railroads.

## Issues: Civil Service, Currency, and Tariffs

During the 1870s and 1880s, the Congresses in Washington were chiefly concerned with such issues as patronage, the money supply, and the tariff issue. They left the states and local governments to deal with the growing problems of the cities and industrialization.

Civil Service Reform Public outrage over the assassination of President Garfield in 1881 pushed Congress to remove certain government jobs from the control of party patronage. The Pendleton Act of 1881 set up the Civil Service Commission and created a system by which applicants for classified federal jobs would be selected on the basis of their scores on a competitive examination. The law also prohibited civil servants from making political contributions. At first, the law applied to only 10 percent of federal employees, but in later decades, the system was expanded until most federal jobs were classified (that is, taken out of the hands of politicians).

Politicians adapted to the reform by depending less on their armies of party workers and more on the rich to fund their campaigns. People still debate which approach is more harmful to democratic government.

**Money Question** The most hotly debated issues of the Gilded Age was how much to expand the money supply. For the economy to grow soundly, it needed more money in circulation. However, the money question reflected the growing tension in the era between the "haves" and the "have-nots."

Debtors, farmers, and start-up businesses wanted more "easy" or "soft" money in circulation, since this would enable them to (1) borrow money at lower interest rates and (2) pay off their loans more easily with inflated dollars. After the Panic of 1873, many Americans blamed the gold standard for restricting the money supply and causing the depression. To expand the supply of U.S. currency, easy-money advocates campaigned first for more paper money (greenbacks) and then for the unlimited minting of silver coins.

On the opposite side of the question, bankers, creditors, investors, and established businesses stood firm for "sound" or "hard" money—meaning currency backed by gold stored in government vaults. Supporters of hard money argued that dollars backed by gold would hold their value against inflation. Holders of money understood that as the U.S. economy and population grew faster than the number of gold-backed dollars, each dollar would gain in value. As predicted, the dollar did increase in value by as much as 300 percent between 1865 and 1895.

**Greenback Party** Paper money not backed by specie (gold or silver) had been issued by the federal government in the 1860s as an emergency measure for financing the Civil War. Northern farmers, who received high

prices during the war, prospered from the use of "greenbacks." On the other hand, creditors and investors attacked the use of unbacked paper money as a violation of natural law. In 1875, Congress sided with the creditors, and passed the Specie Resumption Act, which withdrew all greenbacks from circulation.

Supporters of paper money formed a new political party, the Greenback party. In the congressional election of 1878, Greenback candidates received nearly 1 million votes, and 14 members were elected to Congress, including James B. Weaver of Iowa (a future leader of the Populist party). When the hard times of the 1870s ended, the Greenback party died out, but the goal of increasing the amount of money in circulation did not.

**Demands for Silver Money** In addition to removing greenbacks, Congress in the 1870s also stopped the coining of silver. Critics call this action "the Crime of 1873." Then silver discoveries in Nevada revived demands for the use of silver to expand the money supply. A compromise law, the Bland-Allison Act, was passed over Hayes's veto in 1878. It allowed only a limited coinage of between \$2 million and \$4 million in silver each month at the standard silverto-gold ratio of 16 to 1. Not satisfied, farmers, debtors, and western miners continued to press for the unlimited coinage of silver.

Tariff Issue In the 1890s, tariffs provided more than half of federal revenue. Western farmers and eastern capitalists disagreed on the question of whether tariff rates on foreign imports should be high or low. During the Civil War, the Republican Congress had raised tariffs to protect U.S. industry and also fund the Union government. After the war, southern Democrats as well as some northern Democrats objected to high tariffs because these taxes raised the prices on consumer goods. Another result of the protective tariff was that other nations retaliated by placing taxes of their own on U.S. farm products. American farmers lost some overseas sales, contributing to surpluses of corn and wheat and resulting in lower farm prices and profits. From a farmer's point of view, industry seemed to be growing rich at the expense of rural America.

# The Growth of Discontent, 1888-1896

The politics of stalemate and complacency would begin to lose their hold on the voters by the late 1880s. Discontent over government corruption, the money issue, tariffs, railroads, and trusts was growing. In response, politicians began to take small steps to respond to public concerns, but it would take a third party (the Populists) and a major depression in 1893 to shake the Democrats and the Republicans from their lethargy.

# Harrison and the Billion-Dollar Congress

Toward the end of his first term, President Cleveland created a political storm by challenging the high protective tariff. He proposed that Congress set lower tariff rates, since there was a growing surplus in the federal treasury and the government did not need the added tax revenue.

The Election of 1888 With the tariff question, Cleveland introduced a real issue, the first in years that truly divided Democrats and Republicans. In

the election of 1888, Democrats campaigned for Cleveland and a lower tariff; Republicans campaigned for Benjamin Harrison (grandson of the former president, William Henry Harrison) and a high tariff. The Republicans argued that a lower tariff would wreck business prosperity. They played upon this fear to raise campaign funds from big business and to rally workers in the North, whose jobs depended on the success of U.S. industry. The Republicans also attacked Cleveland's vetoes of pension bills to bring out the veteran vote. The election was extremely close. Cleveland received more popular votes than Harrison, but ended up losing the election because Harrison's sweep of the North gained the Republican ticket a majority of votes in the electoral college.

Billion-dollar Congress For the next two years, Republicans controlled the presidency and both houses of Congress—unusual for this era of close elections. The new Congress was the most active in years, passing the first billion-dollar budget in U.S. history. It enacted the following:

- The McKinley Tariff of 1890, which raised the tax on foreign products to a peacetime high of more than 48 percent
- Increases in the monthly pensions to Civil War veterans, widows, and children
- The Sherman Antitrust Act, outlawing "combinations in restraint of trade" (see Chapter 16)
- The Sherman Silver Purchase Act of 1890, which increased the coinage of silver, but too little to satisfy farmers and miners
- A bill to protect the voting rights of African Americans, passed by the House but defeated in the Senate

**Return of the Democrats** In the congressional elections of 1890, the voters, especially in the Midwest, replaced many Republicans with Democrats. They were reacting in part to unpopular measures passed by Republican state legislatures: prohibition of alcohol and laws requiring business to close on Sundays. Voters who were neither Anglo-Saxon nor Protestant rushed back to the Democrats, who had not tried to legislate public morality.

# Rise of the Populists

Another factor in the Republican setbacks of 1890 was growing agrarian discontent in the South and West. Members of the Farmers' Alliances elected U.S. senators and representatives, the governors of several states, and majorities in four state legislatures in the West.

**Omaha Platform** The Alliance movement provided the foundation of a new political party—the People's, or Populist, party. Delegates from different states met in Omaha, Nebraska, in 1892 to draft a political platform and nominate candidates for president and vice president for the new party. Populists were determined to do something about the concentration of economic power in the hands of trusts and bankers. Their Omaha platform called for both political and economic reforms. Politically, it demanded an increase in the power of common voters through (1) direct popular election of U.S. senators (instead of indirect election by state legislatures) and (2) the use of initiatives and referendums, procedures that allowed citizens to vote directly on proposed laws. Economically, the Populist platform was even more ambitious. Populists advocated: (1) unlimited coinage of silver to increase the money supply, (2) a graduated income tax (the greater a person's income, the higher the percentage of the tax on his or her income), (3) public ownership of railroads by the U.S. government, (4) telegraph and telephone systems owned and operated by the government, (5) loans and federal warehouses for farmers to enable them to stabilize prices for their crops, and (6) an eight-hour day for industrial workers.

At the time, the Populist movement seemed revolutionary not only for its attack on laissez-faire capitalism but also for its attempt to form a political alliance between poor whites and poor blacks. In the South, Thomas Watson of Georgia appealed to poor farmers of both races to unite on their common economic grievances by joining the People's party.

**The Election of 1892** In 1892, James Weaver of Iowa, the Populist candidate for president, won more than 1 million votes and 22 electoral votes, making him one of the few third-party candidates in U.S. history to win votes in the electoral college. Nevertheless, the Populist ticket lost badly in the South and failed to attract urban workers in the North. The fear of Populists uniting poor blacks and whites drove conservative southern Democrats to use every technique to disfranchise African Americans (see Chapter 17).

The two major parties provided a rematch between President Harrison and former president Cleveland. This time, Cleveland won a solid victory in both the popular and electoral vote. He won in part because of the unpopularity of the high-tax McKinley Tariff. Cleveland became the first and only former president thus far to return to the White House after having left it.

# **Depression Politics**

No sooner did Cleveland take office than the country entered into one of its worst and longest depressions.

Panic of 1893 In the spring and summer of 1893, the stock market crashed as a result of overspeculation, and dozens of railroads went into bankruptcy as a result of overbuilding. The depression continued for almost four years. Farm foreclosures reached new highs, and the unemployed reached 20 percent of the workforce. Many people ended up relying on soup kitchens and riding the rails as hoboes. President Cleveland, more conservative than he had been in the 1880s, dealt with the crisis by championing the gold standard and otherwise adopting a hands-off policy toward the economy.

Gold Reserve and Tariff A decline in silver prices encouraged investors to trade their silver dollars for gold dollars. The gold reserve (bars of gold bullion stored by the U.S. Treasury) fell to a dangerously low level, and President Cleveland saw no alternative but to repeal the Sherman Silver Purchase Act of 1890. This action, however, failed to stop the gold drain. The president then turned to the Wall Street banker J. P. Morgan to borrow \$65 million in gold to support the dollar and the gold standard. This deal convinced many Americans that the government in Washington was only a tool of rich eastern bankers. Workers became further disenchanted with Cleveland when he used court injunctions and federal troops to crush the Pullman strike in 1894 (see Chapter 16).

The Democrats did enact one measure that was somewhat more popular. Congress passed the Wilson-Gorman Tariff in 1894, which (1) provided a moderate reduction in tariff rates and (2) included a 2 percent income tax on incomes of more than \$2,000. Since the average American income at this time was less than \$1,000, only those with higher incomes would be subject to the income tax. Within a year after the passage of the law, however, the conservative Supreme Court declared an income tax unconstitutional.

**Jobless on the March** As the depression worsened and the numbers of jobless people grew, conservatives feared class war between capital and labor. They were especially alarmed by a march to Washington in 1894 by thousands of the unemployed led by Populist Jacob A. Coxey of Ohio. "Coxey's Army" demanded that the federal government spend \$500 million on public works programs to create jobs. Coxey and other protest leaders were arrested for trespassing, and the dejected marchers returned home.

Also in 1894, a little book by William H. Harvey presenting lessons in economics seemed to offer easy answers for ending the depression. Illustrated with cartoons, Coin's Financial School taught millions of discontented Americans that their troubles were caused by a conspiracy of rich bankers, and that prosperity would return if the government coined silver in unlimited quantities.

# **Turning Point in American Politics: 1896**

National politics was in transition. The repeal of the Silver Purchase Act and Cleveland's handling of the depression thoroughly discredited the conservative leadership of the Democratic party. The Democrats were buried in the congressional elections of 1894 by the Republicans. At the same time, the Populists continued to gain both votes and legislative seats. The stage was set for a major reshaping of party politics in 1896.

## The Election of 1896

The election of 1896 was one of the most emotional in U.S. history. It also would mark of the beginning of a new era in American politics.

Bryan, Democrats, and Populists Democrats were divided in 1896 between "gold" Democrats loyal to Cleveland and prosilver Democrats looking for a leader. Their national convention in Chicago in the summer of 1896 was dominated by the prosilver forces. Addressing the convention, William Jennings Bryan of Nebraska captured the hearts of the delegates with a speech that ended with these words: "We will answer their demands for a gold standard by saying to them: 'You shall not press down upon the brow of labor this crown of thorns, you shall not crucify mankind upon a cross of gold." So powerful was Bryan's "Cross of Gold" speech that it made him instantly the Democratic nominee for president. Bryan was only 36 years old.

The Democratic platform favored the unlimited coinage of silver at the traditional, but inflationary, ratio of 16 ounces of silver to one ounce of gold. (The market price then was about 32 to 1.) Thus, the Democrats had taken over the leading issue of the Populist platform. Given little choice, the Populist convention in 1896 also nominated Bryan and conducted a "fused" campaign for "free silver."

Unhappy with Bryan and free silver, the conservative faction of "Gold Bug" Democrats, including Cleveland, either formed the separate National Democratic party or voted Republican.

McKinley, Hanna, and Republicans For their presidential nominee, the Republicans nominated William McKinley of Ohio, best known for his support of a high protective tariff but also considered a friend of labor. Marcus (Mark) Hanna, who had made a fortune in business, was the financial power behind McKinley's nomination as well as the subsequent campaign for president. After blaming the Democrats for the Panic of 1893, the Republicans offered the American people the promise of a strong and prosperous industrial nation. The Republican platform proposed a high tariff to protect industry and upheld the gold standard against unlimited coinage of silver.

**The Campaign** The defection of "Gold Bug" Democrats over the silver issue gave the Republicans an early advantage. Bryan countered by turning the Democratic-Populist campaign into a nationwide crusade. Traveling by train from one end of the country to the other, the young candidate covered 18,000 miles and gave more than 600 speeches. His energy, positive attitude, and rousing oratory convinced millions of farmers and debtors that the unlimited coinage of silver was their salvation.

Mark Hanna meanwhile did most of the work of campaigning for McKinley. He raised millions of dollars for the Republican ticket from business leaders who feared that "silver lunacy" would lead to runaway inflation. Hanna used the money to sell McKinley through the mass media (newspapers, magazines), while the Republican candidate stayed home and conducted a safe, front-porch campaign, greeting delegations of supporters.

In the last weeks of the campaign, Bryan was hurt by (1) a rise in wheat prices, which made farmers less desperate, and (2) employers telling their workers that factories would shut down if Bryan was elected. On election day, McKinley carried all of the Northeast and the upper Midwest in a decisive victory over Bryan in both the popular vote (7.1 million to 6.5 million) and the electoral vote (271 to 176).

# McKinley's Presidency

McKinley was lucky to take office just as the economy began to revive. Gold discoveries in Alaska in 1897 increased the money supply under the gold standard, which resulted in the inflation that the silverites had wanted. Farm prices rose, factory production increased, and the stock market climbed. The Republicans honored their platform by enacting the Dingley Tariff of 1897 that increased the tariff to more than 46 percent, and, in 1900, making gold the official standard of the U.S. currency. McKinley was a well-liked, welltraveled president who tried to bring conflicting interests together. As leader during the war with Spain in 1898, he helped to make the United States a world power.

## Significance of the Election of 1896

The election of 1896 had significant short-term and long-term consequences on American politics. It marked the end of the stalemate and stagnation that had characterized politics in the Gilded Age. In addition, the defeat of Bryan and the Populist free-silver movement initiated an era of Republican dominance of the presidency (seven of the next nine elections) and of both houses of Congress (17 of the next 20 sessions). Once the party of "free soil, free labor, and free men," the Republicans had become the party of business and industry, though it continued to advocate for a strong national government. The Democrats carried on in defeat as the sectional party of the South and host of whatever Populist sentiment remained.

**Populist Demise** The Populist party declined after 1896 and soon ceased to be a national party. In the South, Thomas Watson and other Populist leaders gave up trying to unite poor whites and blacks, having discovered the hard lesson that racism was stronger than common economic interests. Ironically, in defeat, much of the Populist reform agenda, such as the graduated income tax and popular election of senators, was adopted by both the Democrats and Republicans during the reform-minded Progressive era (1900–1917).

Urban Dominance The election of 1896 was a clear victory for big business, urban centers, conservative economics, and moderate, middle-class values. It proved to be the last hope of rural America to reclaim its former dominance in American politics. Some historians see the election marking the triumph of the values of modern industrial and urban America over the rural ideals of the America of Jefferson and Jackson.

Beginning of Modern Politics McKinley emerged as the first modern president, an active leader who took the United States from being relatively isolated to becoming a major player in international affairs. Mark Hanna, the master of high-finance politics, created a model for organizing and financing a successful campaign. McKinley's model focused on winning favorable publicity in the dominant mass media of his day: newspapers.

#### **HISTORICAL PERSPECTIVES:** WHO WERE THE POPULISTS?

Historians debate whether the Populist crusade was realistic or romantic. Was it a practical, liberal response to problems or an idealistic, reactionary effort to bring back a farmer-dominated society?

Early histories of the Populists depicted them as farmers and small producers who challenged the abuses of industrial America and the corruption of the political system. As reformers, they were seeking only economic fairness and an honest democratic process. The reforms that they advocated in the Omaha platform of 1892 had long-term significance in preparing the way for similar reforms in the Progressive era (1900–1917) and the New Deal (1933–1939).

An alternative view of the Populists sees them largely as reactionaries who dreamed up conspiracies by eastern bankers instead of seriously trying to understand the complex causes of the decline of farm income. Critics argue that Populists—rather than dealing with the world as it was—isolated themselves from the new urban and industrial age and were often racists, nativists, anti-Semites, and anti-Catholics. Richard Hofstadter in *The Age of Reform* (1955) saw both positive and negative aspects in the Populist movement. He credited the Populists for insisting on the federal government's responsibility to promote the common good and deal with problems of industrialization. At the same time, Hofstadter criticized the Populists' backward-looking and nostalgic ideology and their hopeless quest to restore an agrarian golden age that existed only in myth.

Since Hofstadter, historians have returned to the view that the farmers' grievances were real and that American democracy was endangered by powerful economic groups. Members of the National Farmers' Alliance and the Populist movement were not ignorant of complex economic changes; instead, they worked to educate themselves about economics and politics. Nor were most of them bigoted. Walter Nugent in *The Tolerant Populists* (1963) depicts them as democratic humanists who welcomed into their ranks people of all races, creeds, and ethnic backgrounds.

As a style of politics, populism remains powerful. Michael Kazin in The Populist Persuasion (1995) analyzed populism as a political attitude and posture that combines anti-elitism with advocacy for the common people. According to Kazin, populism shifted to the right in the 1960s with the emergence of George Wallace and the presidency of Richard Nixon. The populist movements of the late 20th century were primarily conservative reactions against the increased role of government. Populist movements of the 2010s, such as the Tea Party, proved again the appeal of the outsiders and anti-establishment voices, and that the populist tradition remains a potent part of American politics.

#### **KEY TERMS BY THEME**

## **Political Stalemate** (POL)

lassiez-faire economics and politics divided electorate Identity politics "Rum, Romanism, and Rebellion" close elections divided government weak presidents patronage politics corrupt politicians

## Republican Party (POL)

Union veterans, "bloody shirt" Whig past, pro-business Hamiltonian tradition Social reformers. temperance Anglo-Saxon heritage Protestant religion African Americans

#### **Democratic Party (POL)**

former Confederacy. "Solid South" states' rights, limited government Jeffersonian tradition big-city political machines immigrant vote against prohibition Catholics, Lutherans, Jews

## Patronage Issue (POL)

federal government jobs Stalwarts, Halfbreeds, and Mugwumps Election of 1880

assassination of James Garfield Chester Arthur Pendleton Act of 1881 civil service reform election of 1884 Grover Cleveland

## Tariff Issue (POL, WXT)

high tariff business vs. consumers Cleveland threatens lower tariff McKinley Tariff of 1890 Wilson-Gorman Tariff of 1894 Dingley Tariff of 1897-46.5 percent

## Money Supply (WXT, POL)

"hard" money vs. "soft" money banks, creditors vs. debtors Panic of 1873, "Crime of 73" Specie Resumption Act of 1875 Greenback party James B. Weaver Bland-Allison Act of 1878 Sherman Silver Purchase Act of 1890 run on gold reserves, J. P. Morgan bail out repeal of Sherman Silver Purchase Act

## Rise of Discontent (POL)

election of 1888, Harrison "Billion Dollar Congress" rise of the Populist Party Farmers' Alliances in South and West Alliance of whites and blacks in South **Thomas Watson** reformers vs. racism in South Omaha Platform government regulation and ownership election of 1892, Cleveland returns Panic of 1893 Coxey's Army, March on Washington Coin's Financial School

## Election of 1896 (POL)

William Jennings Bryan "Cross of Gold" Speech fusion of Democrats and **Populists** unlimited coinage of silver at 16 to 1 "Gold Bug" Democrats Mark Hanna, money and mass media McKinley victory gold standard and higher tariff rise of modern urbanindustrial society decline of traditional rural-agricultural start of the modern presidency era of Republican dominance

## Questions 1–3 refer to the excerpt below.

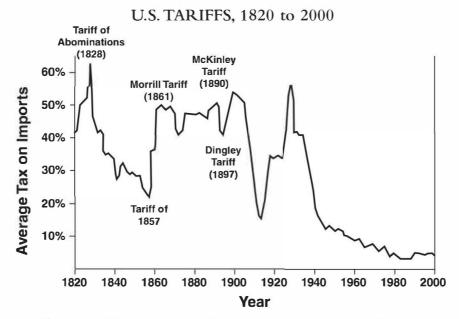
"My Dear Nephew,

"Never allow yourself to lose sight of that fact that politics, and not poker, is our great American game. If this could be beaten into the heads of some presumably well-meaning but glaringly unpractical people, we should hear less idiotic talk about reform in connection with politics. Nobody ever dreams of organizing a reform movement in poker. . . .

"Mr. Lincoln, a very estimable and justly popular, but in some respects an impracticable man, formulated widely different error regard to politics. He held that ours is a government of the people, by the people, for the people. I maintain, on the contrary, that it is government of politicians, by politicians, for politicians. If your political career is to be a success, you must understand and respect this distinction with a difference."

- —William McElroy, journalist, "An Old War Horse to a Young Politician," published anonymously in the Atlantic Monthly, 1880
- 1. McElroy's letter uses humor to make a point. Which of the following statements reflects McElroy's true criticism?
  - (A) Americans pay too much attention to politics
  - (B) Elections were so close that for candidates it was similar to gambling
  - (C) Lincoln was admired more than he deserved to be
  - (D) Politics was primarily about holding office for personal gain
- 2. Voters demanded patronage reform in politics after
  - (A) President James Garfield was assassinated
  - (B) the Mugwumps sided with the opposing party
  - (C) the Greenback Party won mid-year elections in 1878
  - (D) Grover Cleveland threatened Republican dominance
- 3. Which of the following would the author, as a critic of the politics of the era, most likely oppose?
  - (A) Laws limiting the number of terms one person could serve in an elective office
  - (B) Rules reducing the number of patronage jobs controlled by politicians
  - (C) Court decisions allowing unlimited campaign contributions by wealthy donors
  - (D) Prosecutions of corruption in urban political parties and among political bosses

## Questions 4–5 refer to the graph below.



**Source:** U.S. Bureau of the Census. *Historical Statistics of the* United States, Colonial Times to 1970

- 4. Which of the following best explains the tariff rates during the period from 1865 to 1900?
  - (A) American farmers believed that high tariffs would result in high farm prices
  - (B) Republicans believed that high tariffs would protect American business from foreign competition
  - (C) Democrats believed that high tariffs would create jobs for American workers
  - (D) Consumers believed that high tariffs would result in high-quality manufactured goods made in the United States
- Which statement best describes the level of tariffs in the United States in the 19th century?
  - (A) Tariffs were generally highest during Democratic administrations
  - (B) The election of Lincoln ushered in a period of high tariffs
  - (C) The election of McKinley resulted in a period of lower tariffs
  - (D) Tariffs were closely linked to the value of the U.S. dollar

## Questions 6–8 refer to the table below.

Money in Circulation in the United States, 1865–1895				
Year	Total Currency (in thousands of dollars)	Population (in thousands)		
1865	1,180,197	35,701		
1870	899,876	39,905		
1875	925,702	45,073		
1880	1,185,550	50,262		
1885	1,537,434	56,658		
1890	1,685,123	63,056		
1895	1,819,360	69,580		

Source: U.S. Bureau of the Census. Historical Statistics of the United States, Colonial Times to 1970

- **6.** Which of the following most likely explains the change in the amount of currency in circulation between 1865 and 1870?
  - (A) The decline of gold mining in the United States
  - (B) The withdrawal of "greenbacks" from circulation
  - (C) The refusal of Congress to purchase silver for coinage
  - (D) The increasing poverty of most Americans
- 7. Which of the following groups during the period from 1865 to 1895 most actively campaigned to increase the money supply?
  - (A) Farmers and debtors
  - (B) Bankers and lenders
  - (C) Merchants and consumers
  - (D) The federal and state governments
- **8.** A decline in the amount of money in circulation in proportion to the population would most likely result in a(n)
  - (A) increase in prices and a decline in wages
  - (B) increase in the value of the dollar along with decrease in purchasing power
  - (C) increase in interest rates and a decline in prices
  - (D) decrease the value of the dollar and increase in prices

## **SHORT-ANSWER QUESTIONS**

Use complete sentences; an outline or bulleted list alone is not acceptable.

## **Question 1.** Answer a, b, and c.

- a) Briefly explain ONE significant factor that influenced voting patterns during the period from 1865 to 1900.
- b) Briefly explain ONE cause of very high voter turnout during the period from 1865 to 1900.
- c) Briefly explain ONE cause of the often stalemated and ineffective government on a national level during the period from 1877 to 1900.

## Question 2 is based on the following excerpts.

"The Populists looked backward with longing to the lost Eden, to the republican America of the early years of the nineteenth century in which there were few millionaires . . . when the laborer had excellent prospects and the farmers had abundance, when statesmen responded to the mood of the people and there was no such thing as the money power."

-Richard Hofstadter, The Age of Reform, 1955

"Populists sought to rethink the meaning of freedom to meet the exigencies of the 1890s.... Like the labor movement Populists rejected the era's laissez-faire orthodoxy.... a generation would pass before a major party offered so sweeping a plan for government action on the behalf of economic freedom as the Omaha platform."

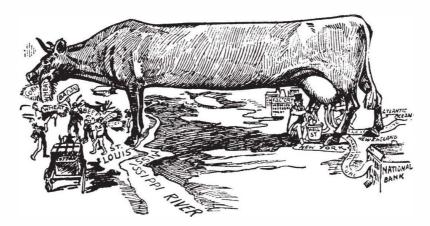
—Eric Foner, The Story of American Freedom, 1998

- 2. Using the excerpts, answer a, b, and c.
  - a) Briefly explain ONE significant difference or contrast between Hofstadter's interpretation and Foner's interpretation of the Populists.
  - b) Briefly explain ONE example or development from 1865 to 1900 that could be used to support Hofstadter's interpretation of the Populists.
  - c) Briefly explain ONE example or development from 1865 to 1900 that could be used to support Foner's interpretation of the Populists.

## Question 3. Answer a, b, and c.

- a) Briefly explain ONE proposal of the Populist Party to reform politics or elections in the United States.
- b) Briefly explain ONE way the money issue affected the 1896 election.
- c) Briefly explain ONE argument to support the interpretation that the election of 1896 was a turning point in American politics.

## Question 4 is based on the following cartoon.



Source: 1896, The Granger Collection, NYC

- 4. Using the cartoon, answer a, b, and c.
  - a) Briefly explain the point of view of the artist about ONE of the following.
    - Western Farmers
    - New York's Wall Street
  - b) Briefly explain ONE development in the period from 1865 to 1900 that supported the point of view of the artist.
  - c) Briefly explain ONE development in the period from 1865 to 1900 that challenged the point of view expressed by the artist.

#### THINK AS A HISTORIAN: STATING A THESIS ABOUT CAUSATION

The thesis statement is the organizing idea for an essay. It should express a clear idea that can be supported with evidence. Which THREE of the following statements would make the best thesis statements?

- 1. The Gilded Age shows that Hamilton, Clay, and Lincoln were correct in advocating for a strong role of the federal government in the economy.
- 2. Racial conflict slowed the growth and development of the U.S. economy in the 19th century.
- 3. The energy and goals of the 19th-century populists make them my favorite movement in U.S. history.
- 4. James Garfield was the second president to be assassinated in less than two decades.
- 5. The McKinley campaign of 1896 run by Mark Hanna set the pattern that most later candidates and presidents would follow.

# **PERIOD 6 Review:** 1865–1898

## **LONG-ESSAY QUESTIONS**

**Directions:** Respond to one of each pair of questions. The suggested writing time is 35 minutes. In your response you should do the following.

- State a relevant thesis that directly addresses all parts of the question.
- Support your argument with evidence, using specific examples.
- Apply historical thinking skills as directed by the question.
- Synthesize the elements above into a persuasive essay that extends your argument, connects it to a different historical context, or connects it to a different category of analysis.

## Choose EITHER Question 1 or Question 2.

- 1. Compare the objectives and strategies of organized labor and the Populists for challenging the prevailing economic beliefs and practices of the Gilded Age.
- 2. Compare and contrast the roles of the federal government as both promoter and regulator of industrial development and market capitalism from 1865 to 1900.

## Choose EITHER Question 3 or Question 4.

- 3. Explain and analyze the impact of industrialization and expanding markets on the development of TWO of the following regions between 1865 and 1900.
  - Northeast/Midwest
  - South
  - West
- **4.** Explain and analyze the impact of changes in transportation and marketing on both urban and rural consumers in the United States between 1865 and 1900.

## Choose EITHER Question 5 or Question 6.

- 5. Analyze and evaluate the ways that both external and internal migration changed over time from 1830 to 1900.
- **6.** Analyze and evaluated the ways TWO of the following groups changed their response over time to discrimination from 1830 to 1900.
  - African Americans
  - American Indians
  - women

## Choose EITHER Question 7 or Question 8.

- 7. Analyze and evaluate ways in which TWO of the following areas reflected or challenged the dominate culture after the Civil War to 1900.
  - · architecture
  - · art and literature
  - education
  - religion
- 8. Analyze and evaluate the ways in which Social Darwinism and the Gospel of Wealth were used to defend the dominant economic and social order after the Civil War to 1900.

## **DOCUMENT-BASED QUESTION 1**

Directions: The following question requires you to construct a coherent essay that integrates your interpretation of Documents 1-7 and your knowledge of the period referred to in the question. High scores will be earned only by essays that both cite key pieces of evidence from the documents and draw on outside knowledge of the period. (For complete directions for a DBQ, see the Introduction, page 404.)

1. Some historians have characterized the industrial and business leaders of the 1865-1900 period as "robber barons," who used extreme methods to control and concentrate wealth and power. To what extent is that characterization justified based on the historical evidence?

#### **Document 1**

Source: Interview with William H. Vanderbilt, Chicago Daily News, 1882

Q: How is the freight and passenger pool working?

W.V.: Very satisfactorily. I don't like that expression "pool," however, that's a common construction applied by the people to a combination which the leading roads have entered into to keep rates at a point where they will pay dividends to the stockholders. The railroads are not run for the benefit of the "dear public"—that cry is all nonsense—they are built by men who invest their money and expect to get a fair percentage on the same.

Q: Does your limited express pay?

W.V.: No; not a bit of it. We only run it because we are forced to do so by the action of the Pennsylvania road. It doesn't pay expenses. We would abandon it if it was not for our competitor keeping its train on.

Q: But don't you run it for the public benefit?

W.V. The public be damned. What does the public care for the railroads except to get as much out of them for as small consideration as possible? I don't take any stock in this silly nonsense about working for anybody's good but our own.

Source: Thomas Alva Edison, Letter written November 14, 1887

My laboratory will soon be completed. . . . I will have the best equipped and largest Laboratory extant, and the facilities incomparably superior to any other for rapid & cheap development of an invention, & working it up into Commercial shape with models, patterns & special machinery. In fact there is no similar institution in Existence. We do our own castings and forgings. Can build anything from a lady's watch to a Locomotive.

The Machine shop is sufficiently large to employ 50 men & 30 men can be worked in other parts of the works. Invention that formerly took months & cost a large sum can now be done in 2 or 3 days with very small expense, as I shall carry a stock of almost every conceivable material of every size, and with the latest machinery a man will produce 10 times as much as in a laboratory which has but little material, not of a size, delays of days waiting for castings and machinery not universal or modern. . . .

You are aware from your long acquaintance with me that I do not fly any financial Kites, or speculate, and that the works I control are well-managed. In the early days of the shops it was necessary that I should largely manage them [alone], first because the art had to be created, 2nd, because I could get no men who were competent in such a new business. But as soon as it was possible I put other persons in charge. I am perfectly well aware of the fact that my place is in the Laboratory; but I think you will admit that I know how a shop should be managed & also know how to select men to manage them.

#### **Document 3**

Source: Andrew Carnegie, "Wealth," North American Review, 1889

The problem of our age is the proper administration of wealth so that the ties of brotherhood may still bind together the rich and poor in harmony. . . .

The price which society pays for the law of competition, like the price it pays for cheap comforts and luxuries, is also great; but the advantages of this law are also greater still. For it is to this law that we owe out wonderful material development which brings improved conditions. While the law may be sometimes hard for the individual, it is best for the race, because it insures the survival of the fittest in every department. We welcome, therefore, as conditions to which we must accommodate ourselves, great inequality of environment, the concentration of business, industrial and commercial, in the hands of a few; and the law of competition between these, as being not only beneficial, but essential for the future progress of the race.

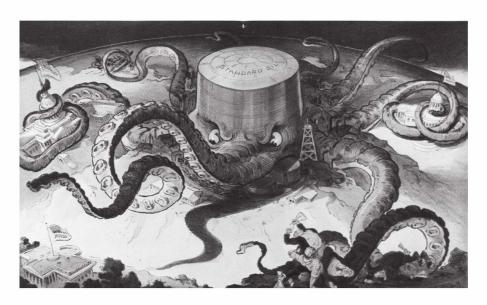
Source: James B. Weaver, "A Call to Action," 1892

It is clear that trusts are contrary to public policy and hence in conflict with the common law. They are monopolies organized to destroy competition and restrain trade. . . .

It is contended by those interested in trusts that they tend to cheapen production and diminish the price of the article to the consumer. . . . Trusts are speculative in their purpose and formed to make money. Once they secure control of a given line of business, they are masters of the situation and can dictate to the two great classes with which they deal—the producer of the raw material and the consumer of the finished product. They limit the price of the raw material so as to impoverish the producer, drive him to a single market, reduce the price of every class of labor connected with the trade, throw out of employment large numbers of persons who had before been engaged in a meritorious calling and finally . . . they increase the price to the consumer. . . . The main weapons of the trust are threats, intimidation, bribery, fraud, wreck, and pillage.

#### **Document 5**

Source: Standard Oil Company with tentacles, Library of Congress



Source: Statement of Pullman Strikers, June 1894

Pullman, both the man and the town, is an ulcer on the body politic. He owns the houses, the schoolhouses, and the churches of God in the town he gave his once humble name. The revenue he derives from these wages he pays out with one hand—the Pullman Palace Car Company—he takes back with the other—the Pullman Land Association. He is able by this to bid under any contract car shop in this country. His competitors in business, to meet this, must reduce the wages of their men. This gives him the excuse to reduce ours to conform to the market. His business rivals must in turn scale down, so must he. And thus the merry war—the dance of skeletons bathed in human tears—goes on; and it will go on, brothers, forever unless you, the American Railway Union, stop it.

## **Document 7**

urce: Major gifts by John D. Rockefeller before	his death (1937)
American Baptist Foreign Mission Society New York City	\$6,845,688.52
American Baptist Home Mission Society, New York City	6,994,831.62
American Baptist Missionary Society, Dayton, Ohio	1,902,132.58
General Education Board	129,209,167.10
Laura Spelman Rockefeller Memorial, New York	73,985,313.77
Minister and Missionaries Benefit Board of Northern Baptist Convention	7,090,579.06
Rockefeller Foundation, New York	182,851,480.90
Rockefeller Institute for Medical Research	59,931,891.60
University of Chicago, Chicago, Illinois	34,708,375.28
Yale University, New Haven	1,001,000.00
Y.M.C.A., International Committee	2,295,580.73
TOTAL	\$506,816,041.18

## **DOCUMENT-BASED OUESTION 2**

**Directions:** Question 2 is based on the accompanying documents. The documents have been edited for the purpose of this exercise. You are advised to spend 15 minutes planning and 40 minutes writing your answer. In your response you should do the following.

- State a relevant thesis that directly addresses all parts of the question.
- Support the thesis or a relevant argument with evidence from all, or all but one, of the documents.
- Incorporate analysis of all, or all but one, of the documents into your argument.
- Focus your analysis of each document on at least one of the following: intended audience, purpose, historical context, and/or point of view.
- Support your argument with analysis of historical examples outside the documents.
- Connect historical phenomena relevant to your argument to broader events or processes.
- Synthesize the elements above into a persuasive essay.
- 2. "The politics of the Gilded Age failed to deal with the critical social and economic issues of the times." Assess the validity of this statement. Use both the documents and your knowledge of the United States from 1865 to 1900.

#### Document 1

Source: James Bryce, British commentator and later ambassador to the United States, The American Commonwealth, 1891

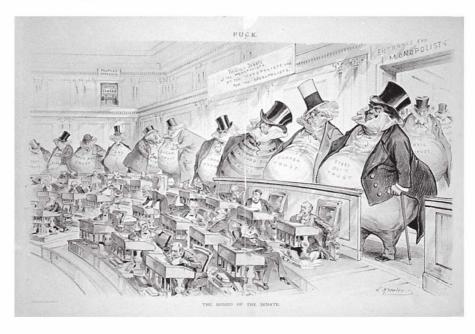
To explain the causes which keep much of the finest intellect of the country away from national business is one thing; to deny the unfortunate results would be quite another. Unfortunate they are. But the downward tendency observable since the end of the Civil War seems to have been arrested. When the war was over, the Union saved, the curse of slavery gone forever, there came a season of contentment and of lassitude. A nation which had surmounted such dangers seemed to have nothing more to fear. Those who had fought with tongue and pen and rifle might now rest on their laurels. After long continued strain and effort, the wearied nerve and muscle sought repose. It was repose from political warfare only. For the end of the war coincided with the opening of a time of swift material growth and abounding material propensity in which industry and the development of the West absorbed more and more of the energy of the people. Hence a neglect of details of politics such as had never been seen before.

Source: Henry Demarest Lloyd, financial writer and social reformer, "Lords of Industry," North American Review, June 1884

We have had an era of material inventions. We now need a renaissance of moral inventions. . . . Monopoly and anti-monopoly . . . represent the two great tendencies of our time: monopoly, the tendency to combination; antimonopoly, the demand for social control of it. As the man is bent toward business or patriotism, he will negotiate combination or agitate for laws to regulate them. The first is capitalistic and the second is social. The first, industrial; the second, moral. The first promotes wealth; the second, citizenship. Our young men can no longer go west; they must go up or down. Not new land, but new virtue must be the outlet for the future.

## **Document 3**





Source: The Interstate Commerce Act, 1887

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, that the provisions of this act shall apply to any common carriers engaged in the transportation of passengers or property wholly by railroad, . . . from one state or territory of the United States, or the District of Columbia, to any other state or territory of the United States, or the District of Columbia. . . .

Section 3. That it shall be unlawful for any common carrier subject to the provisions of this act to make or give any undue or unreasonable preference or advantage to any particular person, company, firm, corporation, or locality. . . .

Section 4. That it shall be unlawful for any common carrier subject to the provision of this act to charge or receive any greater compensation in the aggregate for the transportation of passengers or of like kind of property, under substantially similar circumstances and conditions, for a shorter than for a longer distance over the same line.

#### **Document 5**

**Source:** "Third Annual Report of the Factory Inspectors of the State of New York for the Year Ending December 1st, 1888," 1889

By the act of the legislature of 1888, the factory inspectors were required to enforce the law relating to the indenturing of apprentices. . . . The industrial conditions existing at, and previously to, the time of the passage of the Law of 1871 are so completely revolutionized that the old form of apprenticeship has become almost obsolete. Where, in former times, boys were expected to learn a trade in all its features, they are now simply put at a machine or at one branch of the craft, and no understanding exists that they shall be taught any other branch or the use of any other machine. Employers claim that these boys are not apprentices, and even if they so desired, could not teach . . . an apprentice all the intricacies of a trade, for the reason that where the skill and intelligence of a journeyman [trained] workman were once essential, a simple machine now unerringly performs the service, and consequently there is no occasion for an apprentice to learn to do the labor by hand. These were the principal reasons given by employers as to why the law had become inoperative.

Source: Dr. Timothy D. Stow, Report of the Committee of the Senate Upon the Relations of Labor and Capital, 1890

The Chairman: We want to find out how the working people of Fall River [Massachusetts] are living and doing. . . . Just tell us the condition of the operatives there, in your own way.

The Witness: [Dr. Stow]: With regard to the effect of the present industrial system upon [the laboring classes'] physical and moral welfare, I should say it was of such a character as to need mending, to say the least. It needs some radical remedy. Our laboring population is made up very largely of foreigners, men, women, and children, who have either voluntarily come to Fall River or who have been induced to come there by the manufactures. As a class they are dwarfed physically. . . .

They are dwarfed, in my estimation, sir, as the majority of men and women who are brought up in factories must be dwarfed under the present industrial system; because by their long hours of indoor labor and their hard work they are cut off from the benefit of breathing fresh air and from the sights that surround a workman outside a mill. Being shut up all day long in the noise and in the high temperature of these mills they become physically weak.

#### **Document 7**

Source: Populist Party Platform, 1892

We have witnessed, for more than a quarter of a century the struggles of the two great political parties for power and plunder, while grievous wrongs have been inflicted upon the suffering people. We charge that the controlling influences dominating both these parties have permitted the existing dreadful conditions to develop without serious effort to prevent or restrain them.

Neither do they now promise us any substantial reform. They have agreed together to ignore, in the coming campaign, every issue but one. They propose to drown the outcries of a plundered people with the uproar of a sham battle over the tariff, so that capitalists, corporations, national banks, rings, trusts, watered stock, the demonetization of silver and the oppressions of the usurers may all be lost sight of. They propose to sacrifice our homes, lives, and children on the altar of mammon; to destroy the multitude in order to secure corruption funds from the millionaires.