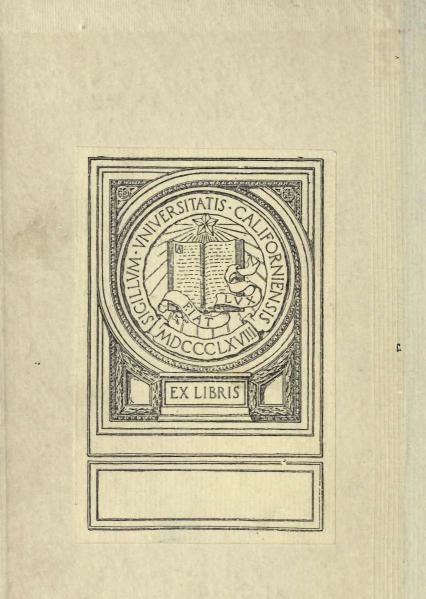
The Handbook Series

Closed Shop

# BEMAN



Digitized for Microsoft Corporation by the Internet Archive in 2007. From University of California Libraries. May be used for non-commercial, personal, research, or educational purposes, or any fair use. May not be indexed in a commercial service.

## THE HANDBOOK SERIES

# THE CLOSED SHOP

TAR VOL. IT-

OFFENSE STREET

Pitosi pas or Lanor

## THE HANDBOOK SERIES

AGRICULTURAL CREDIT\$1.25
AMERICANIZATION, 2d ed. 1.80
CLOSED SHOP 1.80
DISARMAMENT
EUROPEAN WAR, VOL. II. 1.25
IMMIGRATION
INDUSTRIAL RELATIONS
Employm't Managem't 2.40
Modern Industrial
MOVEMENTS
PROBLEMS OF LABOR
LEAGUE OF NATIONS, 4th ed. 1.50
NEGRO PROBLEM
PRISON REFORM
SHORT BALLOT 1.25
Socialism 1.25
STUDY OF LATIN AND GREEK 1.80
TAXATION
VOCATIONAL EDUCATION 2.25

# THE HANDBOOK SERIES

## SELECTED ARTICLES ON

# THE CLOSED SHOP

Second Edition Revised and Enlarged

COMPILED BY LAMAR T. BEMAN, A.M., LL.B. Attorney of Law, Cleveland, Ohio

NEW YORK THE H. W. WILSON COMPANY LONDON: GRAFTON & COMPANY 1922

H26488 B4 1922

Published September 1922 Printed in the United States of America

THE CLOSED SHOP

## EXPLANATORY NOTE

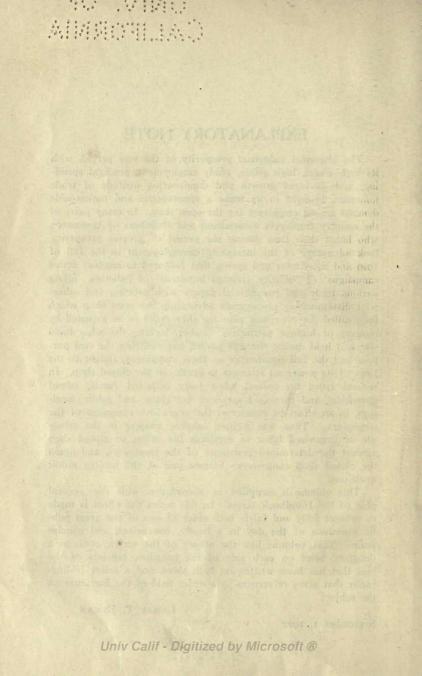
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1
 1

The abnormal industrial prosperity of the war period, with its high wages, high prices, ready employment, prodigal spending, and its rapid growth and domineering attitude of trade unionism, brought in its wane a spontaneous and nation-wide demand among employers for the open shop. In many parts of the country employers associations and chambers of commerce. who bided their time during the period of greater prosperity, took advantage of the increasing unemployment in the fall of 1920 and the winter and spring that followed to conduct active campaigns of publicity, issuing hundreds of bulletins, filling various trade and commercial papers with articles, and otherwise disseminating propaganda advocating the open shop which they called the American plan for they claim to be actuated by motives of highest patriotism. Labor, lacking the whip hand which it held during the war period, but realizing the real purpose and the full significance of these campaigns, fought to the limit of its power all attempts to crush out the closed shop. In several cities the central labor body collected funds, issued pamphlets, and furnished speakers for clubs and public meetings, in an effort to counteract the aggressive campaign of the employers. Thus was written another chapter in the struggle of organized labor to establish the union or closed shop against the determined resistance of the employers, and again the closed shop controversy became one of the leading public questions.

This volume is compiled in accordance with the general plan of the Handbook series. In this series the effort is made to present fully and fairly both sides of one of the great public questions of the day in a handy, convenient, and concise form. This volume, like the others of the series, contains a debaters' brief on each side of the question, reprints of the best that has been written on both sides, and a select bibliography that gives references to a wider field of the literature on the subject.

LAMAR T. BEMAN

September I, 1922.



## CONTENTS

Briefs	AGE
Affirmativex	xi xiii
BIBLIOGRAPHY	
Bibliographies, Briefs and Debatesxx General Referencesxx Affirmative Referencesxx Negative References	xiv
INTRODUCTION	I
GENERAL DISCUSSION Definitions of National and Local UnionsU. S. Industrial Commission Relations of National and Local Unions	7
U. S. Industrial Commission Causes of DisputesU. S. Industrial Commission "Principle" of the Open ShopGunton Hoagland, H. E. Closed Shop versus Open Shop	8 11 12
Johnson, Rev. F. Ernest. Open versus the Closed Shop.	21
Open ShopNew York World "Open" Shops and Others	32 34
Opening Guns in the Open-Shop WarLiterary Digest	36 38
AFFIRMATIVE DISCUSSION	
Commons, John R. Closed ShopSurvey Gompers, Samuel. Union Shop and Its Antithesis Closed ShopBliss. New Encyclopedia of Social Reform Walling, William English. Open Shop Means the Destruc-	43 48 45

tion of the Unions ......Independent 55

### CONTENTS

Owens, John G. An Exposition of the Open Shop	60
Summarized Conclusions. Interchurch World Movement	
Report on Steel Strike	70
Outsider in Labor DisputesNew Republic	77
Labor and the Open ShopOutlook	78
Statement. National Catholic Welfare Council	80
Statement. Federal Council of the Churches of Christ in	
America	81
Gompers, Samuel. Union Shop and the "Open" Shop	82
Open Shop CrusadeNew Republic	86
White, Henry. Union and the Open Shop	
American Economic Association Proceedings	90
McNeil, George E. Trade Union Ideals	
American Economic Association Proceedings	97
Morrison, Frank. Union or Non-Union Shop, Which?	
New Majority	102
Organized Labor Cannot Submit to the "Open Shop"	
MenaceNational Labor Journal	
Open ShopNational Labor Journal-	
Gompers, Samuel. Collective Bargaining	108
Collective Bargaining	
Butcher-Workman Advocate (Omaha, Neb.)	
Brief Excerpts	114
Naciona Decembra	

#### NEGATIVE DISCUSSION

## CONTENTS

Closed or Open ShopIron Age	182
Closed Shop Is Opposed to Human Development	
Open Shop Review	185
Closed Shop-Un-American PlanNew Sky Line	188
Pfahler, William H. Free Shops for Free Men	
American Economic Association. Proceedings	188
Brief Excerpts	194

# SUPPLEMENTARY MATERIAL FOR SECOND EDITION

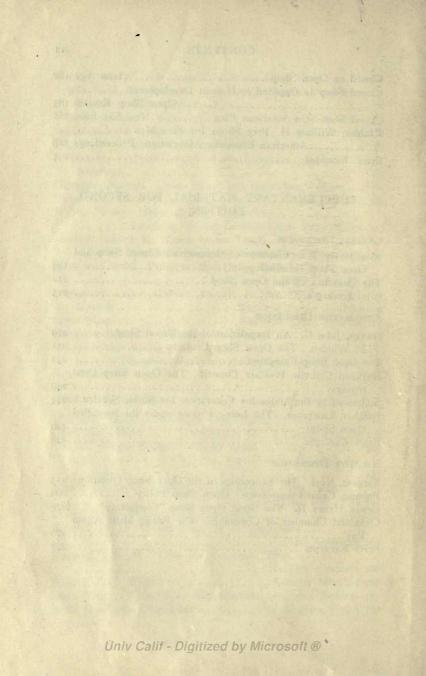
## GENERAL DISCUSSION

New Jersey State Chamber of Commerce. Closed Shop and	
Open Shop Terminology	199
The Churches vs. the Open Shop	212
Brief Excerpts	215

## AFFIRMATIVE DISCUSSION

Owens, John G. An Exposition of the Union Shop	219
T. P. Whelan. The Open Shop Crusade	231
The Open Shop Campaign	232
National Catholic Welfare Council. The Open Shop Con-	
troversy	240
Statement by the Methodist Federation for Social Service	244
Beecher, Lawrence. The Labor Unions under the So-called	
Open Shop	446
Brief Excerpts	
	1
NEGATIVE DISCUSSION ·	

Sargent, Noel. The Economics of the Open Shop Question.	253
Panama Canal Commission. Open Shop Policy	269
Lewis, Henry H. The Great Open Shop "Conspiracy"	270
Cleveland Chamber of Commerce-The Public Must Again	
Pay	276
Brief Excerpts	277



RESOLVED, That the closed shop would benefit the American people as a whole.

## AFFIRMATIVE BRIEF

Introduction.

- A. The working class has slowly arisen to its present position through a series of economic stages as a result of many centuries of struggle with the employer class.
  - I. <u>Slavery</u>, in which the working class was the property of the employer class.
    - (a) Slavery of white people was quite common in ancient times, even in the supposedly cultured nations of Greece and Rome.
    - (b) The slavery of colored people prevailed even until the memory of men still living.
  - 2. Serfdom, in which men could not leave the estate where they lived, but passed with the land when it was sold.
  - 3. The guild system.
  - 4. The conditions during the rise of the factory system.
    - (a) Long hours of work, often fifteen hours a day.
    - (b) Very low wages.
    - (c) Unsanitary and unsafe conditions of employment.
    - (d) Women and young children working in factories and mines.
    - (e) The working class denied suffrage and other political rights.
    - (f) These conditions made it necessary for the working class to organize trade unions.
  - 5. The conditions of two generations ago.

- (a) Labor unions were criminal conspiracies prohibited by law in England.
- (b) The working class in America was better off than in Europe, because free land in this country had a tendency to keep wages up to a more comfortable standard, since any employee who was dissatisfied with his job could quit and take a farm which the government would give him for the asking.
- B. This struggle between the employer class and the working class, which began at the beginning of civilization, will continue until industrial democracy has become an accomplished fact.
  - 1. It will continue to be a very slow process of advancement for the working class.
  - 2. Every gain for the working class must be fought for and forced from the employer class.
- C. The most important problem in this world today is the betterment of the condition of the working class.
  - More than half the people in the world are underfed.
  - 2. The discontent of the working class, who are no longer able to leave their work for farming, since the "free land" or government domain is now practically gone, is the most serious peril to our institutions.
  - 3. Scholars and statesmen have long recognized this condition.
    - (a) Thomas H. Huxley wrote thirty years ago (Nineteenth Century. 27:862. May, 1890) "I do not hesitate to express the opinion, that if there is no hope of a large improvement of the condition of the greater part of the human family; if it is true that the increase of knowledge, the winning of greater domination over nature which is its consequence, and the wealth that follows upon that dominion, are to make no difference in the extent and the intensity of

## Univ Calif - Digitized by Microsoft ®

xii

want, with its concomitant physical and moral degeneration, among the masses of the people, I should hail the advent of some kindly comet, which would sweep the whole affair away, as a desirable consummation."

- (b) Lester F. Ward said, (Applied Sociology. p. 20) "I can almost agree with Huxley that if there is really no remedy, it would be better if some 'kindly comet' would pass by and sweep the entire phantasmagoria out of existence."
- D. The closed shop means a job on which only members of a trade union are employed.
  - I. The proper name to apply to this institution is the "union shop."
  - 2. The term "closed shop" has been fastened upon it by the enemies of organized labor.
- I. The union shop is necessary for the general welfare.

Modern industrial conditions make it necessary for the working class to organize themselves into labor unions in order to safeguard their welfare.

- 1. In the present complicated and highly organized system the individuality of the laborer is lost, and as an individual he is powerless to better his condition.
- 2. The employer class is highly organized and centralized.
  - (a) Labor in America is only partially organized, and its organization is not highly centralized but is very democratic, so that labor, at best, is under a great disadvantage.
- 3. Conditions of employment in many of the nonunionized industries are now unendurable.
  - (a) Labor is often compelled to work excessive and unreasonable hours, so many that it is impossible for the men to be good American citizens. (Survey. 45:783-818. Mr. 5, '21. The long day.—A series of articles)

(x) The Commission of Inquiry of the

## Univ Calif - Digitized by Microsoft ®

6.30 C

Interchurch World Movement in its "Report on the Steel Strike of 1010" says, (p. 11) there were "191,000 employees in the U.S. Steel Corporations manufacturing plants." "Approximately one half the employees were subjected to the twelve-hour day. Approximately one half of these in turn were subjected to the seven-day week." (p. 12) "Much less than one quarter had a work day of less than ten hours (sixty-hour week)," "The average week of all employees was 68.7 hours." "The American steel average was over 20 hours longer than the British, which ran between 47 and 48 hours in 1919." "The hours were longer than in 1914 or 1910" (in America). "The 12-hour day made any attempt at Americanization or other civic or individual development for one-half of all immigrant steel workers arithmetically impossible." (see p. 70-7 of this volume)

- (y) Until the clothing industry was unionized sweatshop methods prevailed quite generally.
- (z) E. H. Gary has said, (Principles and Policies of the U.S. Steel Corporation, p. 16-17) "The corporation inherited the twelve-hour day and the seven-day week systems for necessary continuous operations. From an economic viewpoint, there is much to be said in favor of the existence of both, particularly the twelve-hour day."
- (b) Wages are unreasonably low, often below the minimum necessary for subsistence.
  - (x) The commission of Inquiry of the Interchurch World Movement reports

## Univ Calif - Digitized by Microsoft ®

xiv

sector of the last

the superior de la company

(p. 12) "The annual earnings of over one third of all productive iron and steel workers were, and had been for years, below the level set by government experts as the minimum of subsistance standard for families of five." "The annual earnings of 72 per cent of all workers were, and had been for years, below the level set by government experts as the minimum of comfort level for families of five." (p. 13) "Nearly three quarters of the steel workers could not earn enough for an American Standard of living." "In 1018 the corporation's final surplus, after paying dividends of \$96,-382,027, and setting aside \$274,277,835 for federal taxes payable in 1919, was \$466,888,421, a sum large enough to have paid a second time the total wage and salary budget for 1918 and to have left a surplus of over \$14,000,000."

(c) In several of the non-unionized industries child labor in its worst form still prevails.

- (x) See article entitled "Employers poisoning the springs of childhood." (Literary Digest. 68:36-7. January 8, 1921)
- (d) Preventable accidents each year kill thousands and maim tens of thousands of workers.
  - (x) The 1919 Statistical Abstract of the United States gives the following very incomplete figures on industrial accidents for the year 1917: (p. 263) In coal mines killed 2,696. (p. 264) In metal mines killed 852. (p. 266) In smelting plants killed 53, injured 7,745. (p. 266) In ore dressing plants villed 47, injured 2,952. (p. 267) In

coke ovens killed 76, injured 6,713. (p. 268) In quarries killed 131. p. 341) On steam railroads killed 10,087, injured 194,805. (p. 378) Disasters to vessels killed 490.

(y) The same authority gives (p. 78) the number of deaths due to causes accidental or unidentified in 1918 as 65,908 in the registration area which included about three fourths of the population of the United States.

- (e) Unsanitary conditions still prevail in many of the non-unionized industries.
- (f) In the non-unionized industries men are frequently discharged without any notice in advance for trivial or unjust reasons.
  - (x) The labor turnover in the non-unionized industries is very great, many times greater than in the union shops, and it is sometimes more than 1000 per cent.
  - (y) Men are very frequently discharged for joining a union. (The Report on the Steel Strike of 1919 by the Interchurch World Movement. p. 208-9, 212)
  - (z) Anything but the closed shop is unstable. If the closed shop should be abolished and industry should return to the condition that preceded it, it would simply lead to the fight for the closed shop all over again.
- (g) The spy system of "under-cover" men is at its worst in the non-unionized industries. (Report on the steel strike of 1919. p. 229 and Public Opinion and the steel strike. p. 1-86)
  - (h) These conditions make the life of the working man in a non-union shop only a slight advance over slavery.

Univ Calif - Digitized by Microsoft @

xvi

men in aminter

- B. Without the union shop, labor organizations could accomplish very little for the working class in its upward struggle with the employer class.
- I. Powerful combinations of employers would easily crush labor unions.
- (a) The Lockwood Committee investigation in New York city has revealed the fact that the Bethlehem Steel Co. and its subsidiary companies refuse to sell fabricated steel to erectors employing union labor. (Survey. 45:494-5. January I, 1921)
- 2. Individual employers can and do use non-union men to destroy the effectiveness of unions.
- (a) Employers will continually discharge union men, especially those influential and active in the unions, and replace them with nonunion men.
- (b) Some industries employ spies and detectives called "under-cover men," who pretend to be regular employees, join the unions as regular members and report all the business and the plans of the union to their employers, who then discharge all workers who are active or are leaders in union work. (see the two reports of the Commission on Inquiry of the Interchurch World Movement on the Steel Strike of 1919 and Sidney Howard's The Labor Spy)
  - 3. Employers would use cheap immigrant labor to break down the unions, as has been done in the steel industry and in the garment trades.
  - 4. Employers would bring ignorant and inefficient colored labor from the south and use it as a means of fighting the unions, as they did from 1916 to 1918. (Survey. 45:420-1. December 18, 1920)
  - C. The effectiveness of collective bargaining and trade agreements is dependent upon the existence of the union shop.
    - I. They cannot be successfully operated when a shop is not unionized.

xvii

- (a) The <u>non-union</u> men will not keep a union agreement.
  - (b) The union shop contract, binds labor to keep its agreements inviolate.

2. The destruction of the union shop would therefore destroy collective bargaining and trade agreements, leaving the working class at the mercy of the employer class.

- (a) Employers would then arbitrarily fix wages, hours of work, and other conditions of employment, as is now done in the steel industry.
  - 3. The Bulletin of the Employing Printers Association of America for March 25, 1922 admits that the "American Plan" means the end of collective bargaining.
    - (a) At the head of this bulletin directly under the name of the organization as a sort of motto or slogan it says, "American Plan Open Shop."
    - (b) On p. 2 it says, "The American Plan of independent management and employment by individual contract is productive of the most harmonious industrial relations and the finest efficiency of operation. We are confident in the belief that no employer who has ever given this plan a fair trial would ever go back to any form of collective bargaining
- D. The union shop is necessary to the life of the labor unions.
- I. The fight for the open shop is a thinly veiled attempt to destroy the labor unions.
- (a) The National Catholic Welfare Council has declared that the real purpose of the open shop drive is to destroy the labor unions.
  - (b) John Kirby, Jr. argued for the open shop in order to kill the unions at New Orleans in 1903.
    (S. G. Smith, The Industrial Conflict. p. 79)
  - 2. If union men can be continually replaced by nonunion men, the union cannot long survive.

niv Calif - Digitized by Microsoft ®

## xviii

II. The union shop is socially desirable and beneficial.

- A. It has benefited the whole working class.
  - I. It has secured shorter hours, giving the wage earners opportunity for the rest and recreation necessary to make good citizens.

It has secured higher wages, making it possible for the working class to improve their standard of living and to give their children better educational opportunities.

- (a) Noel Sargent, Manager of the Open Shop Department of the National Association of Manufacturers, admits in his article, "The Economics of the Open Shop Question," printed in this volume, that the average wage is more than 16 per cent higher in closed shop towns than it is in open shop towns.
- 3. It has improved the conditions of employment in other ways.
  - (a) The sanitary conditions.
  - (b) The moral atmosphere and the spirit of industry.
- 4. It has secured more steady and permanent employment.
- 5. These things have lengthened the lives and increased the efficiency of the workers.
- B. It has benefited the employers.
  - I. It has secured for them better and more responsible workmen.
  - 2. It has decreased strikes and labor troubles.
  - 3. It has very greatly reduced labor turnover, and thus made a great saving to industry.
  - 4. Union rules in closed shops are reasonable and practicable.
  - 5 Higher wages mean a greater demand for manufactured products, a better market for the employer.
- C. It has benefited the general public.
  - I. It has elevated the general average of mankind.
    - (a) The workingman becomes a better citizen.
      - (b) Employers become more reasonable and humane.

- 2. It tends to secure a steady market and normal prices.
- 3. It has been a great forward step toward industrial democracy.
- 4. Lengthening the lives and increasing the efficiency of the workers redounds to the benefit of society.
- (a) They prolong the period of productivity.
- (b) They increase the wealth of society.
  - D. It has not been harmful to the non-union workingmen, but on the contrary has been very beneficial to them.
    - 1. The labor unions in this country are open unions, so that the non-union men can join them if they want to do so.
    - 2. The beneficial results for which the unions have to struggle,—the higher wages, shorter hours, and improved conditions of employment, are shared and enjoyed by the non-union men.
    - 3. The open shop does not secure to the non-union men any greater liberty, nor do they get as high pay or as favorable conditions of employment under open shop conditions.
    - 4. The often repeated arguments of the spokesmen of big employers, that they favor the open shop because it safeguards the rights, the liberty, and the interests of the non-union workers, are too obviously insincere for serious consideration.

## III. The union shop is a practicable policy,

- A. It has been a general success wherever tried.
  - 1. In all kinds of industries.
  - 2. In all parts of the country.
  - 3. For many years of trial.
- B. It is the natural and logical development of present industrial conditions.
- I. It is the necessary and inevitable result of the highly centralized organization of the employer class.
  - C. It is a principle not peculiar to industrial work.
    - 1. The legal profession in most states is conducted on the eloced shop principle, admission to the

bar being as a result of an examination conducted by lawyers.

- 2. The same conditions prevail in most states as regards the other professions.
- D. The union shop is endorsed and approved by the best thought of our time.
- I. Nobody is being misled by the great number of pamphlets, leaflets, and articles that are being printed and circulated, all of which are a part of the organized propaganda carried on by a very small part of the American people who believe it to be to their financial and selfish interest to destroy the labor unions and to secure and maintain long hours of labor and low wages.
- (a) The Methodist Federation for Social Service says, "The 'personal liberty' and 'freedom of contract' for which the employing group stands, leaves the entire control of hiring and firing, the management, amount and quality of product, and the system of pay in the hands of the employer. An individual, even though a union man, is powerless to bargain over these matters."
- (b) The National Catholic Welfare Council says, "Notwithstanding its sprinkling of professional men, the average local chamber of commerce represents the viewpoint of the employing class exclusively, whenever it makes a pronouncement concerning the relations between capital and labor.
- 2. The sentiment of the disinterested and unselfish people is very strongly against the open shop drive.
- (a) The National Catholic Welfare Council has said, "The 'open shop' drive masks under such names as 'The American Plan' and hides behind the pretense of American freedom. Yet its real purpose is to destroy all effective labor unions, and thus subject the working people to the complete domination of the employers. Should it succeed in the measure that its proponents hope, it will thrust

far into the ranks of the underpaid the body of American working people."

(b) The Federal Council of the Churches of Christ in America has declared, "The relations between employers and workers throughout the United States are seriously affected at this moment by a campaign which is being conducted for the 'open shop' policy-the so-called 'American Plan' of employment. These terms are now being frequently used to designate establishments that are definitely anti-union. . . The present 'open shop' campaign is inspired in many quarters by this antagonism to union labor. Many disinterested persons are convinced that an attempt is being made to destroy the organized labor movement. Any such attempt must be viewed with apprehension by fair-minded people."

The Methodist Federation for Social Service has declared, "In the light of what has happened in the steel industry, where the socalled American principle of employment has been fully demonstrated over a period of years, it seems quite clear to us that the success of the present 'open shop' campaign would mean the establishment of a closed shop-closed against union labor, and would return large numbers of wage earners to the living standards of sweated industries. In the light of what is now happening in certain local mining districts in West Virginia, we regard it as certain that the consumation of this 'open shop' campaign will perpetuate and increase chaos, anarchy, and warfare in our industrial life, will intolerably delay the development of constitutional democracy in industry, which the churches have declared to be the Christian method of industrial control."

(d) A similar stand has been taken by the Commission of Inquiry of the Interchurch

Univ Calif - Digitized by Microsoft ®

(c)

tailly vince group

Jappilvilleri ada

World Movement, the Central Conference of American Rabbis, and by many church and religious papers and magazines.

3. The closed union shop is endorsed and supported as the only alternative by most of the keen and disinterested thought of the day.

- (a) Professor John R. Commons of the University of Wisconsin.
- (b) Clarence Darrow, the well known Chicago attorney.
  - (c) Senator Robert M. LaFollette.
  - (d) Louis F. Post, formerly Assistant Secretary of Labor.
- (e) Professor George G. Groat says, (The Study of Organized Labor in America. p. 285) "Professor Ross has expressed the relation vividly when he said, 'It seems to me so important that the sellers of labor should equalize themselves in bargaining power with the buyers of labor and therewith command for their labor its true market worth, that if you can show me that the closed shop is essential to such a condition, I approve of the closed shop.'"

### NEGATIVE BRIEF

## Introduction.

- A. The closed shop means that an agreement has been entered into by an employer and his employees to exclude all non-union men from that shop or job.
- B. This is a comparatively new plan; one not yet generally accepted as an industrial change.
- C. The negative does not oppose trade unions in their rightful sphere, but believes that when trade unions compel an employer to exclude all non-union men from any shop or job, that they are going beyond their rightful sphere of activity, infringing the rights of others, and interfering with the social welfare.
- I. The methods employed by trade unions to secure closed shop agreements cannot be justified.

A. The methods which they employ are:

- I. Threats, intimidation, duress. Employers have often entered into contracts to deliver goods by a specified time, or have established a business requiring continuous service, so that even a slight interruption would be disastrous to them, and are therefore at the mercy of the unions which always take advantage of such conditions.
- 2. Strikes, which result in:
  - (a) Financial loss and great inconvenience to:
  - (x) The employer.
- (y) All the employees.
  - (z) The general public.
- (b) Disorder and breach of the peace, by:
- (x) Violence, slugging and murder.
- (y) Mob rule and disorder.
- (z) Dynamiting and other distruction of property.
- 3. Boycotts.
- (a) Case of Buck's Stove and Range Co., of St. Louis.
- (b) The Danbury Hatters case.
- (c) Case of the Duplex Printing Press Co.
  - 4. Stoppages and striking on the job.
  - 5. Misuse and abuse of the union label.
    - 6. Actual civil war, as in the West Virginia and Illinois coal mines recently and in the case of the Colorado mines a few years ago.
- B. These methods are injurious to industry and to the people as a whole.
- I. They interfere with service, interrupt production.
  - 2. They make investments less secure.
  - 3. They lower the standard of morality and the respect for the law.
- II. The closed shop is an un-American institution.
- A. The American industrial system originated and has developed on the open shop basis.
- 1. The closed shop is a comparatively new system.
  - 2. Ninety per cent of our industrial establishments are now conducted on the open shop basis.

- B. The closed shop is illegal, or is generally brought about by the use of means and methods that are illegal.
  - I. The closed shop infringes the right of free contract.
  - 2. The closed shop is an organization in restraint of trade.
    - (a) So held by the U.S. Supreme court in the case of Lowe vs. Lawlor. (Bulletin. U.S. Bureau of Labor. No. 75. p. 622)
    - (b) So held by the U.S. Circuit court for the northern district of California in the case of Loewe vs. State Federation of Labor. (Bulletin. U.S. Bureau of Labor. November 19, '05, p. 1067. Also 139 Fed. R. 71)
  - 3. Procuring the discharge of anyone on no substantial evidence except that he does not belong to a union is unlawful.
    - (a) Lucke vs. Clothing Cutters and Trimmers Assembly. 77 Md. 396.
    - (b) Perkins vs. Pendleton. 90 Me. 126.
    - (c) Erdemann vs. Mitchell. 207 Pa. 79.
- 4 The closed shop tends to create a labor monopoly.
  - (a) So held in Massachusetts in the case of Berry vs. Donavan.
- 5. The closed shop is a criminal conspiracy.
- (a) So held by the appellate court of Cook County, Illinois, in the case of Cristensen vs. Kellogg Switchboard Co.
  - 6. In the case of the Duplex Printing Press Co. vs. Deering and others the U.S. Supreme Court held on Jan. 3, 1921, that the secondary boycott to enforce the closed shop is unlawful.
- C. The closed shop interferes with individual liberty, which is one of the fundamental principles of the American industrial system.
- I. Of the employer, to employ the men he thinks best qualified to do the work he wants done.
- 2. Of the employee, to work where he wants to.

- D. The closed shop restricts a man's right to the use of his own property.
  - III. The closed shop is undesirable and detrimental to society.
- A. To the non-union men who constitute the majority of the wage carners in this country.
  - 1. The non-union men are deprived of legal rights and personal liberty.
- (a) Their right to free contract would be greatly impaired.
  - (b) Their rights to work when and where they wish will be destroyed.
- 2. The non-union men are thrown upon the mercy of the union.
  - (a) Certain classes, e.g., colored men in many places, in others those who have served in the state militia or as strike breakers, are excluded from the union or burdened with heavy fines.
- (b) Many workmen, for religious or other reasons, refuse to join the union.
  - (x) In some unions, a member is required to take an oath of obligation to support the union in preference to to any other institution, even the government.
  - 3. If not received into the union, and many would be in this position, the non-union men would often be thrown out of work and find themselves unable to get work in the same trade.
  - B. To the union men themselves.
    - 1. The standard of efficiency of the men would be lowered.
      - (a) A union card would often be sufficient to obtain a position, and efficiency would be a minor consideration.
- (b) The men would be less responsible for the quality of their work, because they would know an employer would be restrained from discharging them for inefficiency.
  - 2. All union men are put upon the same plane, and thus personal ambition is destroyed.

Univ Calif - Digitized by Microsoft 🖲

#### xxvi

 (a) Union regulations fix the hours and wages and usually restrict production so that a man, even if he so desires, cannot raise his earning capacity above the fixed maximum limit. This was the cause of the long and bitter boycott of Buck's Stove and Range Company of St. Louis.

3. The unions would not use wisely the power given them, for they have already shown themselves unable to use wisely the power and the privileges they have.

- (a) Their leaders are occasionaly incompetent, or dishonest men.
- ∠(b) They have often made excessive and unreasonable demands, and have frequently struck for trivial reasons.
- 4. The closed shop would force upon the unions unsympathizing and disinterested members, and thus the usefulness of the union would be impaired, if not destroyed.
- C. The closed shop would be particularly injurious to the employer.
- I. He would be deprived of his right of free contract.
- 2. He would lose control of his shop, which is his property, for the unions could dictate terms and conditions to him.
- (a) The rate of wages he must pay.
- (b) The basis of the wage system he uses.
- (c) The class of men he employs.
- (d) The number of men he must employ.
  - (e) The hours of work.

(f) The machinery he is to buy.

3. Under the closed shop the output of the employer is restricted. Unions employ every possible means to restrict the employers' output, for they act on the fallacions idea that if every man does less there will be more work for other men to do, and hence the rate of wages will increase. But all economists agree that anything that tends to decrease the social product tends to decrease the value of wages.

- (a) The by-laws of many unions prove this.
- (b) The common provision of union shop rules regarding piece work.
- The employer would lose control of the quality of his goods.
- (a) He would be controlled by union rules.
- (b) He will often have to accept the work of union men even where it is unsatisfactory to him.
- 5. Workmen have less loyalty for employers.
  - (a) Strikes are more frequent.
- (b) Striking on the job and stoppages are often resorted to.
- (c) Constant friction has been the result.
- D. The closed shop is injurious and detrimental to the general public and it is therefore highly undesirable.
- 1. The closed shop almost invariably results in restricted and reduced output, which means an increased cost of production, and this would of necessity increase the present high prices, for cost to consumer would be raised by
  - (a) Increased wages demanded in closed shops.
- (b) Cost of strikes necessary to secure closed shop.
- (c) Graft of union officials, as shown by the Lockwood Committee in New York City in 1920 and 1921.
  - 2. The closed shop committee restricts the number of apprentices. Boys and young men are therefore not free to pursue what calling or trade they wish. This is a denial of equal opportunity to all.
- 3. The closed shop would widen the gulf between capital and labor.
- (a) Each would necessarily think of the other as his natural enemy.
- (b) There would be constant friction about the control of the shop.
- 4. When the employer is unable to control his shop capital will cease to be invested in that trade, and it would begin to flow out of the country to seek foreign investment.

Univ Calif - Digitized by Microsoft @

#### xxviii

IV. The closed shop is impracticable.

- A. It\is an impossible condition for all industries.
  - I. If farmers worked a 44-hour week, there would be starvation in our cities, for it would restrict the agricultural product below the actual needs of the people.
  - 2. Social income cannot exceed the total output.
- B. If used in some industries, the workers in others, must make up for it.
  - Higher wages or shorter hours must be followed by higher prices, compelling the general public to bear the burden.
- C. It gives too much power to the unions.
  - I. Unions are not responsible to anybody.
    - (a) They are not incorporated and cannot be reached through the courts as employers can.
- 2. It would give absolute control of the shop into the hands of the union.
- (a) The men are usually ignorant and untrained for such responsible work. (Publications American Economic Association February, 1903)
- 3. They are sometimes very corrupt and use their power for doing harm.
- (a) Sometimes to ruin certain employers.
  - (b) Sometimes to extort bribes from employers.
  - D. Experience shows that the open shop is best.
    - I. It has existed since the introduction of the factory system and is now the condition in more than nine tenths of the shops and factories.
      - (a) Unions are now about 150 years old while the agitation for the closed shop is only about 30 years old.
    - 2. The open shop is working almost universally in England and is working well.
      - (a) It may be said that conditions are different. True, we advocate adopting their conditions in this respect.
    - 3. Every evil that has arisen in the past has been cured by some remedial statute.

- E. Every evil that now exists or may hereafter exist in the open shop system can be remedied by some less socialistic measure.
  - 1. By commissions established by law, such as
    - (a) The Interstate Commerce Commission.
    - (b) The Anthracite Coal Strike Commission.
    - (c) The Railroad Labor Board.
    - (d) Industrial Courts or Industrial Commissions established by the different states.
  - 2. By public opinion, which is now strongly against the closed shop.
- F. The open shop is supported by the best thought of our time.

1. It has been endorsed and approved by our ablest scholars and statesmen.

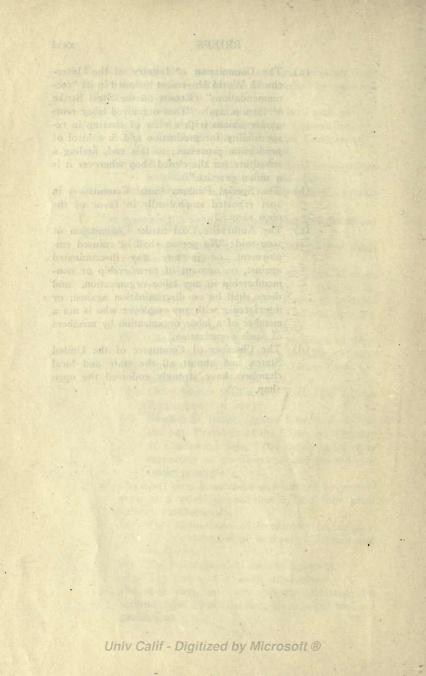
- (a) President Theodore Roosevelt. (See Message to Congress of December 6, 1904, p. 4; Bishop, J. B., Theodore Roosevelt and his time, Vol. 1. p. 249-51; and Outlook. 74:771-2, 867-8, 1009-10; 75:193, 333-4)
- (b) Charles W. Eliot, former president of Harvard University. (Harper's Monthly. 110:529)
  - (c) Secretary Herbert Hoover. (Iron Trade Review. 66:1487. May 20, 1920)
  - (d) Chief Justice William H. Taft. (Open Shop Encyclopedia. p. 217)
  - (e) Newton D. Baker, former Secretary of War and now President of the Cleveland Chamber of Commerce, says, "The closed union shop represents an un-American and an undemocratic principle."
  - 2. The open shop is accepted and utilized by preference as a working condition by the four great railway brotherhoods.
    - (a) The brotherhood of locomotive engineers.
    - (b) The brotherhood of locomotive firemen and enginemen.
    - (c) The brotherhood of railway trainmen.
    - (d) The order of railway conductors.
    - 3. The open shop has been strongly endorsed and recommended by the leading commissions and organizations.

XXX

- (a) The Commission of Inquiry of the Interchurch World Movement included in its "recommendations" (Report on the Steel Strike of 1919, p. 249) "That organized labor reorganize unions with a view of sharing in responsibility for production and in control of production processes; to this end, finding a substitute for the closed shop wherever it is a union practice."
- (b) The Special Panama Canal Commission in 1921 reported emphatically in favor of the open shop.
- (c) The Anthracite Coal Strike Commission of 1902 said; "No person shall be refused employment, or in any way discriminated against, on account of membership or nonmembership in any labor organization, and there shall be no discrimination against, or interference with any employee who is not a member of a labor organization by members of such organization."
- (d) The Chamber of Commerce of the United States, and almost all the state and local chambers have strongly endorsed the open shop.

antiperior Correlator Internet

xxxi



An asterisk (\*) preceding a reference indicates that the entire article or a part of it has been reprinted in this volume. A dagger (†) is used to indicate a few of the other best references.

BIBLIOGRAPHIES, BRIEFS, AND DEBATES

Furuseth, Andrew and Merritt. Walter, G. The open shop: a debate. 47p. League for Industrial Rights. 1921.

Gravel. 4:17-19. October, 1921. Outline of debate ..

<sup>†</sup>Harvard Debating Council. Open shop debate. 35p. Mimeographed. 1921.

McMullin, Jennie W. The closed union shop, arguments for and against. Wisconsin Legislative Reference Library, 1920.

To be obtained from Public Affairs Information Service, 958 University Ave., New York City.

Meyer, H. H. B. List of references on the open shop. Library of Congress. 1920. Multigraphed.

Nichols, Egbert R. Intercollegiate debates. Hinds, Noble & Eldredge. 1912.

Vol. 1. p. 547-600. "Resolved, That the movement of organized labor for the closed shop should receive the support of the American people." Speeches and bibliography. Illinois Wesleyan debate.

Nichols, Egbert R. Intercollegiate debates. Hinds, Noble & Eldredge. 1913.

Vol. 3. p. 185-238. Reprint. Same as volume z.

Pearson, Paul M. Intercollegiate debates. Hinds, Noble & Eldredge. 1000.

Vol. 1, p. 261-90. "Resolved, That in labor disputes workmen are justified in demanding as the conditions of settlement that their employers agree to employ only members of trade unions." Chicago-Northwestern debate. Speeches and bibliography.

<sup>†</sup>Phelps, Edith M. University debaters' annual. Vol. VI. 1919-1920. H. W. Wilson Co. 1920.

Chap. VI. p. 247-92. "Resolved, That the movement of organized labor for the closed shop should receive the support of public opinion." Briefs, speeches, and bibliography.

<sup>†</sup>Phelps, Edith M. University debaters' annual. Vol. VII. 1920-1921. H. W. Wilson Co. 1921.

p. 1-53. Resolved, That employers should abandon the principle of the open shop. The Harvard-Princeton debate of 1921. Briefs, bibliography, and speeches.

xxxiv

Robbins, E. Clyde. Open versus closed shop. H. W. Wilson Co. 1911.

Resolved, That the movement of organized labor for the closed shop should receive the support of public opinion. Briefs, bibliography, and selected articles.

Shurter, Edwin D., and Taylor, Carl C. Both sides of one hundred public questions briefly debated. Hinds, Noble & Eldredge. 1013.

p. 211-13. "Resolved, That the principle of the closed shop should be generally adopted in the United States." Syllabi and Bibliography. Social Service Bulletin. 2:4. January, 1921. References.

Speaker. 2:398-400. September, 1907.

"Resolved, That the general welfare of the American people demands the open shop principle in our industries." University of Iowa-University of South Dakota debate. Syllabi.

Thomas, Ralph W. Manual of debate. American Book Co. 1910.

p. 194-7. "Resolved, That employers of labor are justified in insisting on the open shop." Brief and references.

University of Iowa. Fourth annual intercollegiate debate. The Forensic League. 44p. 1911.

"Resolved, That the movement of organized labor for the closed shop should receive the support of public opinion." Briefs, speeches, and bibliography.

University of Texas. Bulletin, No. 1859. Open shop or closed shop. Bibliography, briefs, and reprints. Compiled by Charles A Gulick, Jr. 60p. 1920.

University of Wisconsin. Extension Division. Department of Debating and Public Discussion. Bulletin no. 395, general

series no. 242. Closed versus open shop. 1910.

"Resolved, That the movement of organized labor for the closed shop should receive the support of public opinion." Syllabi and references.

†Vanderblit University. Typewritten briefs. 8+17p. Address Prof. A. M. Harris.

"Resolved, That the closed shop principle in American industry is for the best interest of the people of the United States." Briefs and references. "Zimand, Savel. The open shop drive. Who is behind it and

where is it going? Bureau of Industrial Research. 1921.

p. 50-4. What to read.

## GENERAL REFERENCES

#### Books and Pamphlets

Adams, Thomas S. and Sumner, Helen L. Labor problems. Macmillan & Co. 1920.

p. 246, 252-5. The closed shop.

American Labor Year Book for 1916. Rand School of Social Science. 1016. p. 70. Court decisions in 1915: closed shop agreements. \*Bliss, W. D. P. New encyclopedia of social reform. Funk & Wagnalls, 1008. 9 21 p. 851-4. The open or closed shop. Gustavus A. Weber. Bloomfield, Daniel. Problems of labor. H. W. Wilson Co. 1920. p. 238-40, 243-55, 357. The open shop. p. 185-267. Trade unionism. Brooks, John G. Labor's challenge to the social order. Macmillan. 1020. p. 134. Labor's fight for the closed shop. Carlton, Frank T. History and problems of organized labor. D. C. Heath & Co. 1911. p. 122-8. The closed shop. Chenery, William L. Industry and human welfare. Macmillan. 1922. Commons, John R. History of labor in the United States. Macmillan. 1918. Vol. 1. p. 130-2. Closed shop. Vol. 1. p. 412. Commonwealth vs. Hunt. Commons, John R. Labor and administration. Macmillan. 1913. Chap. 7. p. 85-105. The union shop. Commons, John R. Trade unionism and labor problems. Ginn & Co. 1005. Groat, George G. An introduction to the study of organized labor in America. Macmillan & Co. 1916. p. 267-300. The closed shop. Howard, Sidney. The labor spy: a survey of industrial espionage. Republic Pub. Co. 72p. 1921. Hoxie, Robert F. Trade unionism in the United States. Appleton. 1919. Laughlin, J. Laurence. Industrial America. Scribners. 1906. p. 67-99. The labor problem in the United States. \*Lloyd, Ernest F. The closed union shop versus the open shop; their social and economic value compared. National Industrial Conference Board. 1020. Special report no. 11. 27p. Post, Louis F. The open and the closed shop. about 1910. Strong, Josiah. Social progress. 1905. p. 178-81. The open or closed shop.

XXXV

xxxvi

Taussig, F. W. Principles of economics. Macmillan. 1911. Vol. 2. p. 269-79.

\*U. S. Commission on Industrial Relations. 1916.

Vol. 1. p. 240-2. Employers' objections to organized labor; closed

shop. Vol. 1. p. 265. Adoption of term "union shop" and "non-union shop" in lieu of "open shop" and "closed shop." Vol. 5. p. 4771-4909. Open and closed shop controversy in Stockton,

Cal. Vol. 6. p. 5485-5999. The open and closed shop controversy in Los

U. S. Commissioner of Labor. Eleventh special report, 1904. p. 23-4, 274-5. Closed and open shop.

\*U. S. Industrial Commission. 17:XV-XVI. 1901. Definitions of national and local unions.

\*U. S. Industrial Commission. 17:XIX-XX. 1901. Relations of national and local unions.

\*U. S. Industrial Commission. 17:655. 1901. Causes of disputes. Webb, Sidney and Beatrice. History of trade unions. Longmans, Green & Co. 1020.

Webb, Sidney and Beatrice. Industrial democracy. Longmans, Green and Co. 1902.

Weyforth, William O. The organizability of labor. Johns Hop-T. 41-3, 111-17. The closed shop.

### Periodicals

American Catholic Quarterly Review. 29:338-41. Ap. '04. The closed shop. John A. Ryan.

American Economic Association Publications. 3d series. 4:190-210. F. '03. Problems of organized labor, discussion. Samuel B. Donnelly et al.

American Economic Association Publications. 3d series. 6:140-59. F. '05. The causes of the union shop policy. John R. Commons.

American Economic Association Publications. 3d series. 6:200-15. F. '05. Discussion on the open or closed shop. Edward A. Ross et al.

\*American Economic Review. 8:752-62. D. '18. Closed shop versus open shop. H. E. Hoagland.

American Journal of Sociology. 10:137-8. Jl. '04. Labor problems of the twentieth century.

American Machinist. 53:645-6. S. 30. '20. What is an open shop? Arena. 29:586-92. Je. '03. The right of the laborer to his job.

Walter S. Logan.

- Atlantic Monthly. 104:469-76. O. '09. Trade unions and the individual worker. J. T. Lincoln.
- Atlantic Monthly. 129:585-93. My. '22. The U.S. Steel Corporation. Kirby Page.
- Bulletin of the Taylor Society. Vol. 6. No. 1. F. '21. The three shift system in the steel industry. Horace B. Drury.
- Business Progress Bulletin. D. '20. p. 2. The open shop in industry.
- Collier's Weekly. 68:7-8, 20, 22. Jl. 23, '21.' That the people may decide. Whiting Williams.
- Current Opinion. 51:654-6. D. '11. The questionable methods of trade unions.
- Current Opinion. 61:44. Jl. '16. Methodists balk at an endorsement of the preferential shop.
- Current Opinion. 70:295-9. Mr. '21. A battle of titans.
- Government. 2:7-16. O. '07. Open shop. M. Cushing.
- Gunton. 21:538-51. D. '01. Employers and labor unions.
- Gunton. 25: 102-9. Ag. '03. The union versus the open shop.
- Gunton. 26:9-16. Ja. '04. A new phase of the labor conflict.
- Gunton. 27:1-13. Jl. '04. Principle of the open shop.
- Independent. 55:1217-18. My. 21, '03. The union shop.
- Independent. 68:1112-15. My. 26, '10. The employer and the labor union. Marcus M. Marks.
- Independent. 105:16-17. Ja. 1, '21. Steel and the open shop.
- Industrial Management. 61:37-9. Ja. 1, '21. Open shop and the motives back of it. R. E. Fox.
- Journal of Political Economy. 20:928-52. N. '12. The economic basis of the fight for the closed shop. H. T. Lewis.
- <sup>†</sup>Johns Hopkins University Studies. 29:431-617. 1911. The closed shop in American trade unions. Frank T. Stockton. Reprinted in book form. New Era Printing Co. 1911.
- Johns Hopkins University Studies. 32:9-182. 1914. Jurisdiction in American building trades unions.
  - p. 41-2. Closed shop.
- Labor Journal (Rochester, N.Y.). F. 17, '05. Debate on the open or closed shop between Samuel Gompers and Howard W. Clark.
- Literary Digest. 66:27-8. Ag. 7, '20. The open shop in politics. Literary Digest. 67:18-19. N. 27, '20. The coming open shop war.
- Literary Digest. 67:16-17. D. 18, '20. West Virginia's war.

#### xxxviii

- \*Literary Digest. 68:12-13. Ja. 1, '21. Opening guns in the open shop war.
- Literary Digest. 68:18-19. Ja. 8, '21. The open shop fight in the clothing trade.
- \*Literary Digest. 68:32. F. 19, '21. The churches vs. the open shop.
- McClures. 19:483-92. O. '02. What organized labor has learned. Ralph M. Easley.
- McClure's. 36:708-14. Ap. '11. The New York cloak makers' strike. E. Wyatt.
- Monthly Labor Review. 11:720-1. O. '20. Demand of anthracite coal mines and award of the commission.
- Monthly Labor Review. 12:194-7. Ja. '21. Recent decisions relating to the closed shop.
- National Civic Federation Review. 1:9. Je. '04. The open shop debate.
- \*New Jersey. 8:21-4. N. '20. Closed shop and open shop terminology. Paul Studensky.
- New Republic. 25:92-4. D. 22, '20. The outsider in labor disputes.
- New Republic. 25:185-6. Ja. 12, '21. The cause of hold-up unionism.
- New Republic. 25:255-7. Ja. 26, '21. Who is behind the open shop campaign? Savel Zimand.
- New Republic. 25:338-41, 362-3; 26:13-16, 39-42, 62-5, 98-101, 129-31. F. 16-Mr. 30, '21. The labor spy: a survey of industrial espionage. Sidney Howard.
- North American. 174:30-45. Ja. '02. Consolidated labor. Carroll D. Wright.
- North American. 180:912-17. Je. '05. An open versus a closed shop. John Bascom.
- Outlook. 67:570-1. Mr. 9, '01. Two anti-labor decisions.
- Outlook. 125:637+642. Ag. 11, '20. The open shop issue. Theodore M. Ave-Lallemant.
- Public Policy. 13:15-19. Jl. 15, '05. The open shop. Thomas F. Woodlock.
- Quarterly Journal of Economics. 18:492-512. Ag. '04. The right to work. John Bascom.
- Quarterly Journal of Economics. 19:400-33. My. '05. Types of American labor organizations. John R. Commons.

Saturday Evening Post. 177:6-7, 22. O. 29, '04. The open shop. The labor leader's view. John Mitchell. The workman's side. Clarence S. Darrow. The land of the free. Owen Wister. The employer's side. David M. Parry.

Survey. 23:505-6. Ja. 15, '10. The shirtwaist workers' strike.

Survey. 32:632-3. S. 26, '14. The way of a transgressor in a closed shop. John A. Fitch.

- Survey. 37:716-18. Mr. 24, '17. Open shop in San Francisco. R. N. Lynch.
- Survey. 43:333. Ja. 3, '20. Needs of industry versus demands of organized labor. Henry R. Seager.
- Survey. 45:766. F. 26, '21. What employers and workers are saying. Thomas C. Blaisdell, Jr.

University of California Publications in Economics. 3:409-47. 1913. Jurisdictional disputes resulting from structural differences in American Trade Unions. Solomon Blum.

- †University of Texas. Bulletin. no. 1859. Open shop or closed shop. Charles A. Gulick, Jr. 60p. 1920.
- Van Norden. 3:59-63. Je. '08. Trade unions. American Federation of Labor and its plans to have laws enacted. T. Burke.
- Yale Law Journal. 22:73-95. D. '12. The American Federation of Labor. Jay N. Baker.
- Yale Review. 19:144-58. Ag. '10. Unionism and the courts. George G. Groat.

# AFFIRMATIVE REFERENCES

(For the Closed or Union Shop)

#### Books and Pamphlets

American Federation of Labor. History-encyclopedia-reference book. 1010.

p. 304-6. Open shop.

American Federation of Labor. An open letter to ministers of the gospel. IIp. About 1920.

Browne, Waldo R. What's what in the labor movement. B. W. Huebsch. 1921.

- p. 13-14. American plan. p. 306-7. Lockwood Committee. p. 352. Non-union shop. p. 385-9. Open shop. p. 384-5. Preferential shop. p. 497-8. Trade agreement.

- Trade union.
- p. 503-5. Union shop.
- p. 532.

- Budish, J. M. and Soule, George. The new unionism in the clothing industry. Harcourt, Brace, & Howe 1920.
- \*Commission of Inquiry. Interchurch World Movement. Report on the steel strike of 1010. Harcourt, Brace & Howe, 1020.
- <sup>†</sup>Commission of Inquiry. Interchurch World Movement. Public opinion and the steel strike: supplementary reports of the investigators. Harcourt, Brace & Co. 1921.
- Commons, John R. Labor and administration. Macmillan. 1913.

p. 85-105. The union shop.

- Darrow, Clarence S. The open shop. Hammersmark Publishing Co. Reprinted in 1920 by Charles H. Kerr & co. 32p. 1904.
- \*Federal Council of the Churches of Christ in America. Church commission questions fairness of open shop movement. Ip. Multigraphed. D. 27, 1920.
- Foster, Frank K. Has the non-unionist a right to work, how, when and where he pleases? American Federationist of Labor. 9p. 1904.
- Foster, William Z. The great steel strike and its lessons. B. W. Huebsch Co. 1921.
- Gompers, Samuel. Autocracy and labor. 2p. Multigraphed. 1921.

Gompers, Samuel. Collective bargaining. American Federation of Labor. 7p. 1020.

Gompers, Samuel. Labor and the employer. E. P. Dutton & Co. 1920.

p. 108-17. The union shop and the open shop.

- Gompers, Samuel. Open shop editorials. American Federation of Labor. 15p. 1904.
- \*Gompers, Samuel. Union shop and its antithisis. American Federation of Labor. 1920.
- Hapgood, Powers. In non-union mines. Bureau of Industrial Research. 1921.

LaFollette, Robert M. The making of America. 1906.

Vol. 8. p. 199-214. Causes of the open shop policy. John R. Commons.

- Lum, Dyer D. The philosophy of trade unions. American Federation of Labor. 1892.
- Marot, Helen. American labor unions, by a member. Henry Holt & Co. 1914.

p. 120-8. Union recognition and the union shop.

\*Methodist Federation for Social Service. Statement by the executive committee and council. 2p. Multigraphed. N. 22, 1920.

- Mitchell, John. Organized labor. American Book and Bible House. 1903.
- Morrison, Frank. Labor day. 2p. Multigraphed. American Federation of Labor. 1921.
- Morrison, Frank. The union or non-union shop, which? American Federation of Labor. 3p. Multigraphed. 1921.
- \*National Catholic Welfare Council. Department of Social Action. The open shop controversy. 3p. Multigraphed. 1921.
- \*National Catholic Welfare Council. Department of Social Action. Statement on the open shop. 1p. Multigraphed. N. 1920.
- \*Owens, John G. An exposition of the open shop: A study of the conditions surrounding men employed as individuals, and what this condition means to society at large. Cleveland Federation of Labor. 8p. 1920.
- \*Owens, John G. An exposition of the union shop: What the functioning of the union shop in industry means to society at large. Cleveland Federation of Labor. 15p. 1291.
- Ryan, John A. Social reconstruction. Macmillan. 1920. Chap. 7. p. 121-40. The justification of the labor union.
- Smith, David W. The way out. J. H. Barry Co. 1904.
- <sup>†</sup>Smith, Samuel G. The industrial conflict. Fleming H. Revell Co. 1907.

p. 75-82. The closed shop.

- Spielman, Jean E. The open shop via the injunction route. Flour, Cereal, Mill, Grain Elevator and Linseed Oil Workers Local Union no. 92. Minneapolis. 31p. 1920.
- Teesdale, E. The open shop versus the closed shop. 16p. About 1921.
- U.S. Railroad Labor Board. Order in re docket 404. S. 16, 1921. Vorse, Mary H. Men and steel. Boni and Liveright. 1920.
- <sup>†</sup>Zimand, Savel. The open shop drive: who is behind it and where is it going? Bureau of Industrial Research. 55p. 1921.
- Pamphlets advocating the closed or union shop may be obtained from:

The American Federation of Labor, Washington, D. C.

Bureau of Industrial Research, 289 Fourth Avenue, New York City.

Cleveland Federation of Labor, 2540 East Ninth St., Cleveland, O.

Articles in support of the closed union shop have appeared in most of the labor magazines and papers. A list of labor periodicals may be found in the American Newspaper Annual and Directory, as well as in Lord and Thomas Pocket Directory of the American Press. In the following list are named a few of the best of these periodicals:

American Federationist, (monthly), Washington, D. C.

Boilermakers' and Iron Shipbuilders' Journal, Kansas City, Mo.

Bricklayer, Mason, and Plasterer, (monthly), Indianapolis, Ind.

Bridgman's Magazine, (monthly), Indianapolis, Ind.

Carpenter, (monthly), Indianapolis, Ind.

International Brotherhood of Blacksmiths,' Drop Forgers', and Helpers' Monthly Journal, 1150 Transportation Bldg., Chicago, Ill.

International Moulders' Journal, (monthly), Tribune Bldg., Cincinnati, O.

International Steam Engineer, (monthly), Chicago, Ill.

Journal of the Switchmens' Union of North America, (monthly), Buffalo, N. Y.

Labor, (monthly), 405 Machinists Bldg., Washington, D. C. Labor Age, (monthly), 41 Union Square, New York City. Labor Clarion, (weekly), San Francisco, Cal.

Labor Clarion, (weekly), San Francisco, (

Leader, (daily), Milwaukee, Wis.

Life and Labor, (monthly), Chicago, Ill.

Locomotive Engineers' Journal, (monthly), 1124 Brotherhood of Locomotive Engineers' Bldg., Cleveland, O.

Locomotive Firemen and Enginemen's Magazine, (semimonthly), 2112 East 46 St., Cleveland, O.

Machinists' Monthly Journal, Machinists' Bldg., Washington, D. C.

Motorman and Conductor, (monthly), Detroit, Mich.

New Majority, (weekly), 166 W. Washington St., Chicago, Ill.

Painter and Decorator, (monthly), Lafayette, Ind.

Plumbers,' Gas and Steam Fitters' Journal, (monthly), Chicago, Ill.

Progressive Labor World, Philadelphia, Pa.

Railroad Trainman, (monthly), Brotherhood of Railroad Trainmen's Bldg., Cleveland, O.

Railway Carmen's Journal, Kansas City, Mo.

Railway Clerk, (semi-monthly), 502 Central National Bank Bldg., Cincinnati, O.

Railway Maintenance of Way Employees' Journal, (monthly), Detroit, Mich.

Railway Telegrapher, (monthly), St. Joseph, Mo.

Seamen's Journal, (weekly), San Francisco, Cal.

State Federationist, New York City.

Typographical Journal, (monthly), Bankers' Trust Bldg., Indianapolis, Ind.

Union Record, (daily), Seattle, Wash.

# Periodicals

- \*American Economic Association. Publications. 3d series. 4:173-83. F. '03. The union and the open shop. Henry White.
- American Economic Association. Publications. 3d series. 6: 160-77. F. '05. The issue between the open and closed shop. John G. Brooks.
- American Economic Association. Publications. 3d series. 6: 195-9. F. '05. The open shop versus trade unionism. Thomas I. Kidd.
- American Federationist. 11:212-17. Mr. '04. The open shop. E. A. Moffett.
- American Federationist. 11:490-2. Je. '04. More open shop hypocrisy. Samuel Gompers.
- American Federationist. 12:13-16. Ja. '05. Open shop in government. William T. Keleher.
- American Federationist. 12:221-3. Ap. '05. Union shop is right. Samuel Gompers.
- American Federationist. 12:269-74. My. '05. Demand of labor unions for the closed shop is justifiable. Harold Chayes and Chas. Leviton.
- American Federationist. 12:512-14. Ag. '05. Judicial prejudice against union shop agreement. Samuel Gompers.
- \*American Federationist. 14:476-9. Capitalists' war fund to crush labor. Samuel Gompers.
- American Federationist. 15:161-78. Mr, '08. Supreme court decision in the Hatters' case,—affects all organized labor. A symposium.
- American Federationist. 15:180-92. Mr. '08. The supreme court decision in the Hatters' case. Samuel Gompers.

- American Federationist. 15:195-9. Mr. '08. Supreme court decision in the Hatters' case.
- \*American Federationist. 15:645-67. S. '08. That capitalist war fund. A symposium by men who think and act.
- James Duncan, John Roach, G. W. Perkins, J. W. Kline, James M. Lynch, Jere L. Sullivan, and Samuel L. Landers.
- American Federationist. 15:973-80. N. '08. President Roosevelt's attack on labor. Samuel Gompers.
- American Federationist. 17:17-32. Ja. '10. Our test case in the U. S. Supreme Court. (Petition and brief).
- American Federationist. 17:881-3. O. '10.
- American Federationist. 17:884-9. O. '10. Labor's differences with Mr. Marcus Marks et al.
- American Federationist. 17:891-2. O. '10. The strike for the union shop decided legal. James J. Freel.
- American Federationist. 17:853-6. O. '10. The open shop, city of refuge. Stuart Reid.
- American Federationist. 18:22-6. Ja. '11. The open shop vs. the union shop from the standpoint of the wage earner. W. P. Stacy.
- American Federationist. 18:117-18. F. '11. No shop is closed. Samuel Gompers.
- American Federationist. 19:321. Ap. '12. Open and closed shops. W. E. Bryan.
- American Federationist. 25:1095-7. D. '18. Labor will resist. Samuel Gompers.
- \*American Federationist. 27:746-51. Ag. '20. The union shop and its antithesis. Samuel Gompers.
- American Federationist. 27:929-36. O. '20. The United States Chamber of Commerce subtle but futile. Samuel Gompers.
- American Federationist, 28:49-51. Ja. '21. The open shop. James Lord.
- American Federationist. 28:61. Ja. '21. Editorial. Samuel Gompers.
- \*American Federationist. 28:109-15. F. '21. Open shop hypocrisy exposed. Samuel Gompers.
- American Federationist. 28:225-7. Mr. '21. Call it by its right name. Samuel Gompers.
- American Federationist. 28:395-400. My. '21. A historic labor report. Andrew Furuseth.
- American Federationist. 28:483-94. Je. '21. Industrial kaiserism. Samuel Gompers.

Univ Calif - Digitized by Microsoft @

xliv

- American Federationist. 28:641-2. Ag. '21. An open shop propagandist. Victor S. Yarros.
- American Federationist. 28:722. S. '21. The union shop and freedom.
- American Federationist. 28:1028-31. D. '21. How the union shop really works—the story of a veteran foreman.
- American Federationist. 29:406-7. Je. '22. The "American plan" in Canada. John A. Flett.
- American Federationist. 29:487-99. Jl. '22. Autocratic "associated employers"—their aims.
- +American Magazine. 72:545-51. S. '11. Why men fight for the closed shop. Clarence S. Darrow.
  - Annals of the American Academy. 24:296-315. S. '04. New unionism, the problem of the unskilled worker. William E. Walling.
  - Arena. 39:544-7. My. '08. Through the closed shop to the open world. Horace Traubel.
  - Atlantic Monthly. 125:225-34. F. '20. The labor policy of the American trusts. Carleton H. Parker.
  - Brotherhood of Locomotive Firemen and Enginemen's Magazine. 69:21-2. Ag. 15, '20. The United States Chamber of Commerce by referendum declares war on union labor. Laurence Todd.
  - Charities. 15:190-2. N. 4, '05. The open shop in the garment trade.
  - Finance and Industry. 43:24+77. F. 19, '21. Here is union's viewpoint on open shop. Samuel Gompers.
  - Government. 2:7-16. O. '07. Open shop reflections. Marshall Cushing.
  - Green Bag. 18:339-47. Je. 'o6. Closed shop controversy. Chas. R. Darling.
  - Independent. 54:2228-30. S. 18, '02. Dictation by the unions John Mitchell.

Independent. 55:1217-18. My. 21, '03. The union shop.

- \*Independent. 56:1069-72. My. 12, '04. The open shop means the destruction of the unions. William E. Walling.
  - Independent. 58:418-22. F. 23, '05. The defeats of labor. William E. Walling.
  - Independent. 63:990-3. O. 24, '07. The open shop from the view point of the union man. A. J. Portenar.
  - \*International. 11:288-300. Jl. '05. New peril for the trade union. J. G. Brooks.

- \*International Moulders' Journal. 56:665-9. S. '20. The union shop and its antithesis. Samuel Gompers.
- International Quarterly. 11:288-300. Jl. '05. New peril for the trade union. John G. Brooks.
- Legislative Labor News. 9:5. D. '20. Catholic Welfare Council condemns open shop as industrial slavery.
- Legislative Labor News. 9:5. D. '20. Sample incident of the open shop drive.
- Literary Digest. 43:341-2. S. 2, '11. A defense of the closed shop.
- Literary Digest. 68:36-7. Ja. 8, '21. Employers poisoning the springs of childhood.
- Locomotive Engineers' Journal. 54:877. O. '20. The open shop. T. P. Whelan.
- Locomotive Engineers' Journal. 55:156-7. F. '21. The United States Chamber of Commerce declares for the open shop.
- Locomotive Engineers' Journal. 55:187-8. Mr. '21. The closed shop. G. W. Smith.
- Locomotive Engineers' Journal. 55:295. Ap. '21. Against the closed shop.
- Locomotive Engineers' Journal. 55:513. Je. '21. Grand Chief Stone's position on the open shop made clear.
- Locomotive Engineers' Journal. 55:545. Je. '21. Gary sowing open shop propaganda in Syracuse University.
- Locomotive Engineers' Journal. 55:694. Ag. '21. Gary sowing open shop propaganda in Syracuse University.
- Locomotive Engineers' Journal. 55:763. S. '21. The American plan.
- Locomotive Engineers' Journal. 56:44. Ja. '22. The open shop crusade. T. P. Whelan.
- Locomotive Engineers' Journal. 56:62. Ja. '22. Rabbi Silver assails open shop movement.
- Locomotive Engineers' Journal. 56:194. Mr. '22. The "under cover man."
- Locomotive Engineers' Journal. 56:238. Ap. '22. Churches declare for union shop.
- Locomotive Firemen and Enginemen's Magazine. 69:11-14, Ag. 15, '20. Big business's assault on the great interchurch world movement fails to suppress the steel strike report.
- Locomotive Firemen and Enginemen's Magazine. 69:21-2. Ag. 15, '20. United States Chamber of Commerce by referendum declares war on union labor.

xlvi

- Locomotive Firemen and Enginemen's Magazine. 69:9-10. S. 15, '20. Military rule and the open shop.
- Locomotive Firemen and Enginemen's Magazine. 69:1-3. O. 1, '20. The open shop and the political campaign.
- Locomotive Firemen and Enginemen's Magazine. 69:17-18. O. 15, '20. Open shop vs. closed shop issue in the campaign.
- Locomotive Firemen and Enginemen's Magazine. 69:4-5. N. 15, '20. Labor crushers come out in the open with their systematic war on organized workers.
- Locomotive Firemen and Enginemen's Magazine. 69:7-8. D. 1, '20. The injunction as an open shop weapon.
- Locomotive Firemen and Enginemen's Magazine. 69:12-13. D. 1, '20. The menace of the open shop.
- Locomotive Firemen and Enginemen's Magazine. 70:1-3. Ja. 1, '21. Churches denounce the open shop crusade.
- Locomotive Firemen and Enginemen's Magazine. 70:11-12. Ja. 1, '21. The union or closed shop.
- Locomotive Firemen and Enginemen's Magazine. 70:7. Ja. 15, '21. Church Federation denounces open shop crusade.
- Locomotive Firemen and Enginemen's Magazine. 70:7. Je. 15, '21. Chamber of Commerce interests and the open shop.
- Nation (London). 14:366-8. Je. 6, '14. Battle of the closed shop.
- Nation. 109:488. O. 11, '19. Mr. Gary moralizes.
- Nation. 111:609. D. 1, '20. The fight to break the unions.
- Nation. 111:639. D. 8, '20 Labor's Valley Forge. Neil Burkinshaw.
- Nation. 111:725-6. D. 22, '20. Closed factories and open shop. W. H. Crook.
- Nation. 112:478-9. Mr. 30, '21. Unemployment and the closed shop in Cohoes. Cedric Long.
- Nation. 112:529-30. Ap. 13, '21. How open is the open shop?
- National Civic Federation Review. 1:1-5, 8. Jl, '04. Is the closed shop illegal or criminal?
- National Civic Federation Review. 1:6-8. Jl. '04. The open shop in question in Great Britain.
- National Civic Federation Review. 1:9, 16. Jl. '04. Liberty, democracy, productivity and the closed shop. Edwin R. A. Seligman.
- National Civic Federation Review. 1:14. O. 15, '04. Open shop discrimination. John A. Dyche.

- \*New Majority. 5:10. Ja. 22, '21. Union or non-union shop, which? Frank Morrison.
- †New Jersey. 8:77-9. Jl. '21. Three roads open before employers: report of the Committee on Industrial Relations of the New Jersey State Chamber of Commerce.
- New Republic. 14:132-3. Mr. 2, '18. Shops and organized labor.
- New Republic. 24:59. D. 15, '20. War in the clothing industry.
- \*New Republic. 25:28-30. D. 8, '20. The open shop crusade.
- New Republic. 25:243-4. Ja. 26, '21. Moon calf at large.
- New Republic. 25:255-7. Ja. 26. '21. Who is behind the open shop campaign? Savel Zimand.
- New Republic. 25:335-7. F. 16, '21. Christian ethics and Pittsburgh employers.
- New Republic. 25:375-6. F. 23, '21. Mr. Zimand replies.
- New Republic. 26:146-8. Ap. 6, '21. Labor in relation to the American ideal.
- New York Times. F. 11, '21. Catholic War Council insists open shop is blow at unions.
- North American Review. 195:618-29. My. '12. The open shop. E. H. Neal.
- Outlook. 82:608-13. Mr. 17, '06. Nuremburg, the city of the closed shop. W. D. P. Bliss.
- Outlook. 125:11. My. 5, '20. Labor and the open shop.
- Outlook. 125:64. My. 12, '20. The open shop.
- Quarterly Journal of Economics. 19:400-33. My. '05. Types of American labor organizations,-the teamsters of Chicago. John R. Commons.

- p. 421-33. The closed and open stable. Quarterly Journal of Economics. 25:730-41. Ag. '11. The check-off system and the closed shop among the United Mine Workers, F. A. King.
- Railroad Trainman. 37:680-1. N. '20. Employers anxious to try their strength.
- Railroad Trainman. 37:738. D. '20. Closed shop.
- Railroad Trainman. 38:106-8. F. '21. Bethlehem steel boycotts employers of closed shop unions.
- Railroad Trainman. 38:170-1. Mr '21. They all take a slam at labor.
- Railroad Trainman. 38:172-3. Mr. '21. The fight for the open shop.
- Railroad Trainman. 38:174-5. Mr. '21. Facing industrial war.

#### xlviii

- Railroad Trainman. 38:274. My. '21. The churches vs the open shop.
- Railroad Trainman. 38:278. My. '21. On the great open shop conspiracy.
- Railroad Trainman. 38:406. Jl. '21. Organized capital makes war on the American people.
- Railroad Trainman. 38:433-4. Jl. '21. Gary on unionism.
- Railroad Trainman. 38:462. Ag. '21. No closed shop for the farmer.
- Review of Reviews. 26:603-4. N. '02. The rights of non-union workmen and of union men.
- Review of Reviews. 27:215-16. F. '03. The non-union man and the "scab."
- Review of Reviews. 31:589-93. My. '05. The labor question's newer aspects. Victor S. Yarros.
- \*Social Service Bulletin. 2:1-4. Ja. '21. The open shop campaign.
- Socialist Review. 10:41-4. Ap. '21. Labor's answer to the open shop drive. William E. Bohn.
- Steam Shovel and Dredge. 15:755-61. S. '11. Why men fightfor the closed shop. Clarence S. Darrow.
- Survey. 31:525-6. Ja. 31, '14. Trade unions and the law. Henry R. Seager.
- Survey. 32:304-5. Je. 13, '14. The closed shop and the labor boycott. Henry W. Laidler.
- Survey. 37: 192-4. N. 25, '16. The open shop in San Francisco. Harry F. Grady.
- Survey. 37:717-18. Mr. 24, '17. A rejoinder. Harry F. Grady.
- \*Survey. 43:53-6. N. 8, '19. Closed shop and other industrial issues of the steel strike. J. A. Fitch.
- \*Survey. 44:532-3. Jl. 17, '20. The closed shop. John R. Commons.
- Survey. 45:350. D. 4, '20. Catholics on the open shop.
- Survey. 45:420-1. D. 18, '20. The negro and industrial peace. T. J. Woofter.
- Survey. 45:428. D. 18, '20. The open shop. William L. Chenery.
- Survey. 45:491-5. Ja. 1, '21. The Untermeyer revelations. W. L. Chenery and J. A. Fitch.
- Survey. 45:494-5 Ja. 1, '21. The open shop developments. William L. Chenery.
- Survey. 45:538-9. Ja. 8, '21. Industrial principles.

Survey. 45:558-9. Ja. 15, '21. The open shop movement. †Survey. 45:783-818. Mr. 5, '21. The long day: a series of articles

John A. Fitch et al.

1 CE

Survey. 45:830-2. Mr. 5, '21. Labor and the open shop.

Survey. 46:77. Ap. 16, '21. The open shop.

Survey. 46:211-12. My. 14, '21. Open shop encyclopedia. Esther B. Moses.

Survey. 46:699. S. 24. '21. Open shop guild.

Survey. 46:700-2. S. 24, '21. Packers' open shop.

Survey. 47:224. N. 5, '21. Packers and the open shop.

Weekly Bulletin. 2:1. F. 16, '22. Does the Federation of Labor advocate the closed shop?

# NEGATIVE REFERENCES (For the Open Shop)

#### Books and Pamphlets

American Exchange National Bank. (128 Broadway, New York City) The closed shop. 12p. 1920.

Anthracite Coal Strike Commission. Report on the anthracite coal strike of 1902. Government Printing Office. 1903.

- p. 64-5, 75-6, 83. Endorses the open shop. Associated Employers of Indianapolis. The growth and prosperity of Indianapolis and how it is promoted by the open shop. 24p. 1922.
- Associated Employers of Indianapolis. Labor conditions and the open shop in Indianapolis. 12p. 1920.
- Associated Employers of Indianapolis. Open shop foundry in Indianapolis relates true instance of increased production and employee efficiency. 2p. 1921.

Associated Employers of Indianapolis. Recent decisions of the U. S. Supreme Court upholding the open shop. 26p. 1921.

Associated Employers of Indianapolis. A reply to the charge of the Federal Council of the Churches of Christ in America, that the open shop is an "attempt to destroy the organized labor movement." 1p. 1921.

Barr, William H. Open shop principle vital to the United States. 12p. 1920.

Bigelow, E. Victor. Mistakes of the Interchurch steel report. 23p. United States Steel Corporation. 1920.

Bishop, Joseph B. Theodore Roosevelt and his time. Scribners. 1920.

Vol 1. p. 249-51. The Miller case.

- †Citizens Alliance of Minneapolis. The open or closed shopwhich? 29p. 1920.
- Cleveland Chamber of Commerce. The causes of high building costs in Cleveland. 30p. 1920.
- Cleveland Chamber of Commerce. Does the building public of Cleveland desire the open shop? 14p. 1921.
- Cleveland Chamber of Commerce. Correspondence between the Painters' Union and Mr. Baker, 8p. 1922.
- Closed shop unionism, what it means to the workman, the employer, and the community. Booklet Publishing Co. 1919.
- Dallas Chamber of Commerce. Dallas adopts the open shop. 12p. 1019.
- \*Drew, Walter. Closed shop unionism, an analysis with economic, social and legal aspects. (reprint from Government Magazine) 16p.
- Drew, Walter. Law relating to the closed shop contract. Grand Rapids, Mich. 38p. 1905.
- Drew, Walter. Trade unionism-a constructive criticism. 4p. 1919.
- Eliot, Charles W. Future of trade unionism and capitalism in a democracy. G. P. Putnam's Sons. 1910.

- p. 62-3. Open and closed shop. Emery, James A. The philosophy of the closed shop in action. 220, 1020,
- Emery, James A. Why minorities are in control. National Association of Manufacturers. 1915.
- Employers Association, Dayton, Ohio. Doom of the closed shop and trade agreement.
- Fetter, Frank A. Economics. The Century Company. 1918. Vol. 1. p. 250.
- Gary, Elbert H. Principles and policies of the United States Steel Corporation. 22p. 1921.
- Greater Miami Employers' Association. One year of the open shop at Miami, Fla. 1920.
- \*Hubbard, Elbert. The closed or open shop, which? The Roycrofters. 23p. 1016.
- Hudson County Open Shop League. Industrial unrest, the cause and the remedy in Hudson county. 16p. about 1921.
- Hudson County Open Shop League. The why's of the open shop. 8p. about 1021.
- Kirby, John. The open door for American workmen. 1910.
- LaFollette, Robert M. The making of America, 1006.
- Vol. 8. p. 215-20. The law and the closed shop contract. Walter Drew.

Laughlin, J. Laurence. Latter-day problems. Scribners. 1909.

Chap. 1. p. 1-24 The hope for labor unions. Leland, Wilfred C. Labor unions and capital, setting forth the cardinal principles of labor unions and the effect of those principles upon the industrial situation. 22p. 1919.

- Merritt. Walter G. Labor unions and the law. League for Industrial Rights. 24p.
- Merritt, Walter G. The open shop. American Anti-Boycott Association (now the League for Industrial Rights). 15p. 1912.
- †Merritt. Walter G. The open shop and industrial liberty. League for Industrial Rights. 42p. 1922.
- Merritt. Walter G. Significance of the decision of the U.S. Supreme Court in the case of the Duplex Printing Press Co. vs. Deering et al. 12p. League for Industrial Rights. 1921.
- †National Association of Manufacturers. Open shop encyclopedia. 248D. 1021.

Debaters will find this one of the most helpful sources of information. National Association of Manufacturers. Open shop bulletins.

No. 1. 6p. N. 1, '20. No. 2. 8p. N. 29, '20. No. 3. 8p. Ja. 7, '21. No. 4. 8p. F. 7, '21. No. 5. 8p. Je. 3, '21. No. 6. 8p. S. 22, '21.

National Association of Manufacturers. Open shop news service. (leaflets).

No. 1. 2p. N. 3, '20. No. 2. 4p. N. 16, '20. †No. 3. 1p. Jl. 3, '21. (Reprint Philadelphia Public Ledger).

National Association of Manufacturers. Pamphlets. (Issued occasionally in support of the open shop etc.)

Where do you stand? John Kirby, Jr. 47p. 1909. The disadvantages of labor unionism. John Kirby, Jr. 39p. No. 1.

No. 2.

1909. No. 3. The goal of the labor trust. John Kirby, Jr. 37p. 1909. No. 6. Legal and historical progress of trade unionism. Jesse

Holdom. 13p. 1909. No. 15. The boycott, a legal discussion. Walter Drew. 14p. 1909. No. 16. Closed shop unionism. Walter Drew. 20p. 1910. No. 17. What does the closed shop mean to you? John Kirby, Jr. 36p. 1910. No. 23. No. 24.

Closed shop agreements criminal. Francis Adams. 190. 1911. To organized labor, greeting. John Kirby, Jr. 200. 1912. Open and closed shop material for debaters. 1380. 1912. Throttling the nation's press. 580. 1912. The wages of tolerance. John Kirby, Jr. 200. 1912. Delitical excitations of the manufactures. James A. Franzy †No. 26.

No. 31.

No. 32.

No. 35. Political activities of the manufacturers. James A. Emery. 18p. 1912. No. 44.

The workman behind the army. Walter Drew. 10p. 1916. No. 45. Closer cooperation among employers. 20p. 1916.

The onward march of the open shop. 24p. 1920. No. 47.

the open shop. 8p. 1921.
the open or closed shop. Walter Drew. 24p. 1921.
tho. 49. The open or closed shop. Walter Drew. 24p. 1921.
tho. 50. How the open shop brings prosperity. Noel Sargent. 24p. 1922.

†No. 51. Building and the public. Walter Drew. 24p. 1922. National Association of Manufacturers. Proceedings. 1920.

p. 191-202. The closed shop press. E. J. McCone.

- National Open Shop Publicity Bureau. The restriction of output in the closed shop; facts for the man who is going to build. Extracts from the eleventh special report of U.S. Commissioner of Labor.
- Roosevelt, Theodore. Message to Congress. D. 6, 1904.
- \*Special Panama Canal Commission. Report to the Secretary of War. Government Printing Office, 1022.
- p. 12-13, 40-1, 53. Open shop policy. \*U. S. Industrial Commission. 17:86-7. 1901. Oath of International Typographical Union.
- Pamphlets advocating the open shop may be obtained from: Associated Employers of Indianapolis, 1406 Merchants Bank
- Bldg., Indianapolis, Ind. Andrew J. Allen, Secretary.
- Board of Commerce, Little Rock, Ark.
- Dallas Chamber of Commerce. Dallas, Tex.
- Hudson County Open Shop League. 76 Montgomery St., Jersey City, N. J. George C. Hullen, Secretary.
- League for Industrial Rights, 42 Broadway, New York City. Laurence F. Sherman, Executive Secretary.
- National Association of Manufacturers, 50 Church St., New York City. Noel Sargent, Manager Open Shop Department.
- National Erectors Association, 286 Fifth Ave., New York City. Walter Drew, Counsel.
- National Founders Association, Room 842, 29 S. LaSalle St., Chicago, Ill.
- National Metal Trades Association; 1021 Peoples Gas Bldg., Chicago, Ill.
- The following periodicals contain frequent articles supporting the open shop:
  - American Industries, (monthly), National Association of Manufacturers, 50 Church St., New York City.

Buffalo Commercial, (daily), Buffalo, N.Y.

Employer, (monthly), Tulsa, Okla.

Eye Opener, (published occasionally), Open Shop Association of the Dallas Chamber of Commerce, Dallas, Tex.

Fidelity, '(about monthly since D. 1918), Actors' Fidelity League, 122 West 43d St., New York City.

Industry, (bi-monthly), Wilkins Bldg., Washington, D. C.

Iron Age, (weekly), 239 West 39th St., New York City.

- Iron Trade Review, (weekly), East 12th and Chestnut Sts., Cleveland, O.
- Law and Labor, (monthly), League for Industrial Rights, 42 Broadway, New York City.
- Manufacturers' News, (weekly), 76 W. Monroe St., Chicago, Ill.

Manufacturers' Record, (weekly), Baltimore, Md.

New Sky Line, (weekly), Builders' Exchange, Little Rock, Ark. Open Shop Review, (monthly), National Founders' Association and National Metal Trades Association, Room 716, 29 S. LaSalle St., Chicago, Ill.

## Periodicals

- Albany Law Journal. 66:366-7. D. '04. The closed shop. illegal.
- Albany Law Journal. 67:346-7. D. '05. The illegality of the closed shop.
- American Economic Association. Publications. 3d series. 4: 183-9. F. '03. Free shops for free men. William H. Pfahler.
- American Economic Association. Publications. 3d series. 6: 178-94.
   F. '05. Necessity of the open shop; an employer's view. John D. Hibbard.
- American Industries. 4: D. 1. '04. Make the change now; an open shop or none. C. W. Post.
- American Industries. 6:13. Ag. 15, '07. Telegraphers' strike; the closed shop the real issue.
- American Industries. 6:6. S. 1, '07. How Washington secured the open shop. Walter Drew.
- American Industries. 6:13-14. S. 15, '07. The closed shop and the public. Walter Drew.
- American Industries. 6:28-9. N. 1, '07. Ideal open shop community. E. C. Howland.
- American Industries. 6:18. N. 15, '07. Open shop principles established in Pittsburgh. E. C. Howland.
- American Industries. 6:13-14. 'Ja. 1, '08. Los Angeles and the open shop. Harrison G. Otis.
- American Industries. 9:5-7. Ap. 15, '09. Open shop—its success.

liv

- American Industries. 9:8. Ap. 15, '09. Open vs. the closed shop. John Kirby, Jr.
- American Industries. 9:14-15. My. 1, '09. Providence, a free city.
- American Industries. 9:6-7. My. 15, '09. Open shop—its success.
- American Industries. 9:12. Jl. 1, '09. Open shop; the employers' duty. A. C. Marshall.
- American Industries. 9:18-19. Ag. 1, '09. The open shopits success.
- American Industries. 10:7-9. Ag. 15, '09. The Government Printing Office and the union. Chas. P. Rhodes.
- American Industries. 10:27. S. 15, '09. Demand for the open shop. Phillip Frankel.
- American Industries. 10:27, 46-7. My. '10; 27-8. Je. '10. What does the closed shop mean to you? John Kirby, Jr.
- American Industries. 11:5-8. Ag. '10. Buck's Stove and Range case.
- American Industries. 11:10-11, 47. Ag. '10. Open door for American workmen. John Kirby, Jr.
- American Industries. 11:20-2. Ag. '10. Open or closed shopwhich? Walter Drew.
- American Industries. 11:19-20. S. '10. Closed shop agreements unlawful. John W. Goff.
- American Industries. 11:14-16. Ja. '11. Industrial freedom vs. the closed shop.
- American Industries. 11:21-2. F. '11. San Francisco or the closed shop. Frederick Palmer.
- American Industries. 12:25-7. S. '11. Working under the open shop.
- American Industries. 12:17-19. Ja. '12. How the open shop has benefited Los Angeles. C. W. Burton.
- American Industries 12:10-13. F. '12. San Francisco of the closed shop. G. W. Burton.
- American Industries. 12:32. Jl. '12. Closed and open shop in printing. P. E. Werner.
- American Industries. 14:7-9. F. '14. What employers stand for. James A. Emery.
- American Industries. 15:15-17. Ja. '15. Federal Industrial Relations Commission report. Walter Drew.
- American Industries. 15:11-12. Mr. '15. Closed shop clauses in building contracts. Walter Drew.

- American Industries. 17:32-3. Mr. '17. Strike, the lock-out and the neutral citizen. Walter Drew.
- American Industries. 18:24. D. '17. War contracts and the open shop. Walter Drew.
- \*American Industries. 18:11-12. Ja. '18. The Supreme court and the open shop. James A. Emery.
- American Industries. 19:12-13. Ag. '18. Winning the war with the open shop.
- American Industries. 20:15. O. '19. Chairman Gary's letter to subsidiary companies.
- American Industries. 20:31-2. Ja. '20. Menace of the closed shop. E. H. Gary.
- American Industries. 20:32-3. Ap. '20. Collective bargaining and the closed shop. William McCarroll.
- American Industries. 20:31-2. Je. '20. Open shop needed for industrial welfare. G. W. Dyer.
- American Industries. 20:37-8. Je. '20. Farmer and the open shop. Milo D. Campbell.
- American Industries. 20:40-1. Jl. '20. Closed shop press in America. E. J. McCone.
- American Industries. 21:23-4. Ag. '20. The closed shop or the republic. H. M. Nimmo.
- American Industries. 21:21-2. S. '20. Montana an open shop state. John H. McIntosh.
- American Industries. 21:9-10. O. '20. Opposed to closed shop railroads. Orra L. Stone.
- American Industries. 21:26-8. O. '20. The open shop a national demand: Michael J. Hickey.
- American Industries. 21:22. Ja. '21. The open shop.
- American Industries. 21:30. Mr. '21. Open shop a movement for freedom.
- American Industries. 22:27-8. O. '21. San Francisco turns open shop. William C. Wren.
- American Machinist. 53:476. S. 2, '20. The shipping board declares for the open shop.
- American Machinist. 53:652a. S. 30, '20. What the open shop plan of employment means to the American people.
- Annalist. 16:646. N. 22, '20. The open shop most important of industrial questions. William H. Barr.
- Annals of The American Academy. 25:517-20. My. 'o6. Fallacy of the closed shop. George H. Ellis.

lvi

- Annals of the American Academy. 82:124-34. Mr. '19. How American manufacturers view employment relations. Stephen C. Mason.
- Annals of the American Academy. 85:214-19. S. '19. Organization of an open shop under the Midvale plan. Edward Wilson.
- Atlantic Monthly. 94:433-9. O. '04. The closed shop. Charles J. Bullock.
- Atlantic Monthly. 112:444-53. O. '13. Monopoly of labor. J. Laurence Laughlin.
- Brooklyn Daily Eagle. N. 28, '20. Capital vs. labor conflict near crisis. Show-down inevitable, say employers. Edward A. Ruhfel.
- Building Age. 41:398-9. D. '19. Seattle declares the open shop. F. R. Singleton.
- Business Chronicle. 7:25-7. Je. '14. The un-American closed shop must go. Edwin Selvin.
- Columbia University Studies. 74:417-545, 1917. Collective bargaining in the lithographic industry. Henry E. Hoagland. p. 507-22. Open shop established. p. 523-37. Maintenance of open shops. Commercial and Financial Chronicle. 80:136. Ja. 14, '05. Open
- and closed shop.
- Commercial and Financial Chronicle. 109:1642-4. N. I. '19. The principle of the open shop,-the right to guit work.
- Commercial and Financial Chronicle. 109:1950-1. N. 22, '19. W. H. Barr on dangers to commerce of closed shop.
- Current History. 14:795-802. Ag. '21. How trade unions are ruining British industry. J. Ellis Barker.
- D. '11. Current Literature. 51:654-6. The questionable methods of trade unionism.
- Current Opinion. 69:248-50. Ag. '20. A tale of two cities and the open shop.
- Dixie. 20:40-5. My. '04. Present crusade for the closed shop is war upon society. Chas. Quarles.
- Editorial Review. 6:526-33. Je. '12. Closed shop unionism. Anthony Ittner.
- Employer. 4:13. 26. Ja. '20. City of Tulsa is pioneer in movement for the open shop idea. Harry V. Kahle.
- Employer. 4:20, 25. Ja. '20. Labor demands a partnership in business but declines responsibility. Richard L. Jones.

- Employer. 4:9, 26. Mr. '20. Union officials attempt to trick the Oklahoma public. Charles E. Hall.
- Employer. 4:10-11. Mr. '20. How labor's autocracy ran out of bounds fifteen years ago. I. F. Marcosson.
- Employer. 4:6-7, 9. Jl. '20. State labor board a failure in open shop fight.
- Employer. 4:11-13. Jl. '20. Open shop means justice and employment to all. Harry V. Kahle.
- Employer. 5:11, 23. S. '20. The closed shop or the republic. H. W. Nimmo.
- Employer. 5:607, 18. N. '20. Unionized police force a public menace.
- Employing Printers Association of America. Bulletin. Mr. 25, '22. Digging down to the taproot of the trouble.
- Engineering and Contracting. 54:142. Ag. 11, '20. How the Seattle plan for prevention of labor troubles has worked. F. R. Singleton.
- Engineering Magazine. 33:529-36. Jl. '07. True meaning of the open shop. James W. Van Cleave.
- Engineering Magazine. 46:566-70. Ja. '14. Short sighted methods in dealing with labor. C. J. Morrison.
- Factory. 26:1190. My. 15, '21. Open shop or closed shop, which? William L. Stoddard.
- Finance and Industry. 43:10. F. 19, '21. How open shop movement developed.
- Finance and Industry. 43:15+50. F. 19, '21. Why the public reacts against unions.
- Finance and Industry. 43:31+57. F. 19, '21. Reasons why Pittsburgh stays open shop.
- Finance and Industry. 43:32-3. F. 19, '21. Closed union shop termed uneconomic.
- Finance and Industry. 43:48. F. 19, '21. Union restriction of production.
- Finance and Industry. 43:80-1. F. 19, '21. American plan proves success in Toledo.
- Finance and Industry. 44:19-20. My. 6, '22. Baker defines principle of open shop.
- Forbes. 7:254. Ja. 22, '21. The closed shop or open shop-which? Elbert Hubbard.
- Forum. 62:513-29, 611-20. D. '19. Closed shop-to the bar.
- Government. 2:383-93. Mr. '08. Closed shop unionism. Walter Drew.

Green Bag. 17:21-9. Ja. '05. Maintenance of the open shop. Bruce Wyman.

Gunton. 21:277-8. S. '01. Exclusive employment of union men.

- Gunton. 25:102-9. Ag. '03. The union versus the open shop. George Gunton.
- Hampton's Magazine. 26:29-44. Ja. '11. Otistown of the open shop. Frederick Palmer.
- Hampton's Magazine. 26:217-30. F. '11. San Francisco of the closed shop. Frederick Palmer.
- Harper's Monthly. 110:528-33. Mr. '05. Employers' policies in the industrial strife. Charles W. Eliot.
- Independent. 53:2128-30. S. 5, 'or. Wherein they fail.
- Independent. 55:2301. S. 24, '03. The Miller case.
- Independent. 68:1112-15. My 26, '10. The employer and the labor union. Marcus M. Marks.
- Industrial Digest. 1:3. Jl. 24, '20. Closed shop and employment management.
- Industrial Digest. 1:2. O. 2, '20. Closed shop unlawful.
- Industrial Digest. I:I. O. 30, '20. Inefficient labor hampers car repair work.
- Industrial Digest. 1:1. N. 20, '20. Organized labor on the run.
- Industral Digest. 1:1. D. 4, '20. Open shop cuts strikes losses. Industrial Digest. 1:652-3, 688. Mr. 18, '22. Making the labor
- union responsible for production. T. M. Ave-Lallemant.
- Industry. 2:13-15. S. 1, '20. Open versus the closed shop.
- Industry. 2:1. S. 15, '20. What the open shop plan of employment means to the American people.
- Industry. 2:7-9. S. 15, '20. The open shop policy on the railroads must be maintained.
- Industry. 2:1. O. I, '20. The American people and the closed shop.
- Industry. 2:6-7. O. I, '20. The right to earn an honest living without restriction. Henry H. Lewis.
- Industry. 2:8-9. O. 1, '20. Declaration of principles of Paducah industries.
- \*Industry. 2:10. O. 1, '20. The open shop versus the closed shop. Rev. F. E. Johnson.
- Industry. 2:11. O. I, '20. The national grange approves the open shop.
- Industry. 2:12-13. O. I, '20. The open shop in Philadelphia. Industry. 2:13. O. I, '20. The open shop in Hartford.

Industry. 2:5-6. O. 15, '20. An open letter to the members of the American Bankers Association.

Industry. 2:8-11. O. 15, '20. Where the American farmer stands on the open shop issue.

Industry. 2:11. O. 15, '20. Declaration of principles of the Associated Employers of Utica, N.Y.

Industry. 2:12. O. 15, '20. A survey of open shop progress.

Industry. 2:13. O. 15, '20. Indianapolis and the open shop.

Industry. 2:5-6. N. I, '20. Paying the penalty for the closed shop.

- Industry. 2:6. N. I, '20. American Bankers Association and the open shop.
- Industry. 2:7. N. I, '20. Why the open shop benefits the community.

Industry. 2:8. N. I, '20. Patterson and the open shop.

Industry. 2:9. N. I, '20. The open shop in Dayton.

Industry. 2:8-10. N. 15, '20. A personal word with the members of the National Catholic Welfare Council.

Industry. 3:5-6. D. 1, '20. The national grange resolves in favor of the open shop plan of employment.

- Industry. 3:7-8. D. 1, '20. The New York World versus William H. Barr.
- †Industry. 3:2-5. Ja. 1, '21. The great open shop "conspiracy." Henry H. Lewis.

Iron Age. 72:29-32. O. 29, '03. Open shop. Henry C. Hunter.

\*Iron Age. 100:916. O. 11, '17. Closed or open shop. Walter Drew.

Iron Age. 105:131. Ja. 8, '20. Fighting the closed shop.

Iron Age. 105:1532-3. My. 27, '20. Closed versus open shop discussion.

Iron Age. 106:1606-8. D. 16, '20. Closed shop principles paramount. James A. Emery.

Iron Age. 106:1671-3. D. 23, '20. Steel men support open shop policy.

Iron Age. 106:1683. D. 23, '20. Why union labor is opposed.

Iron Age. 107:644. Mr. 10, '21. Union and open shop results. Iron Age. 108:416. Ag. 18, '21. Competition and the open shop.

Iron Age 109:1106. Ap. 20, '22. Chairman Gary gives his views on labor questions and business conditions.

Iron Trade Review. 57:143-7. Jl. 15, '15. Detroit's great growth due to its open shop policy. L. W. Moffett.

1x

- Iron Trade Review. 65:844-5. S. 25, '19. Piez declares for open shop.
- Iron Trade Review. 65:997-9. O. 9, '19. Open shop essential to properity.
- Iron Trade Review. 65:1192-3 O. 30, '19. Labor seeks union domination: open shop in focal point of labor problem. E. H. Gary.
- Iron Trade Review. 65:1194. O. 30, '19. Institute indorses the open shop.
- Iron Trade Review. 66:1487. My. 20, '20. Favors works councils. Herbert Hoover before Senate hearing advocates open shop.
- Iron Trade Review. 67:388-9. Ag. 5, '20. Chambers adopt labor policy.
- Iron Trade Review. 67:505. Ag. 19, '20. Trade unionism halts building.
- †Iron Trade Review. 67:505-8. Ag. 19, '20. Public rebels against closed shop.
- Iron Trade Review. 67:571-4. Ag. 26, '20. Detroit vindicates open shop.
- Iron Trade Review. 67:787-9. S. 16, '20. Open shop gaining in the south.
- †Iron Trade Review. 67:846-52. S. 23, '20. Nation swinging to open shop. A. J. Hain.
- Iron Trade Review. 67:1071-6. O. 14, '20. Employees uphold the open shop.
- <sup>†</sup>Iron Trade Review. 67:1152-3. O. 21, '20. High costs due to closed shop. Cleveland Chamber of Commerce.
- Iron Trade Review. 67:1264-5. N. 4, '20. Cleveland in the open shop ranks.
- Iron Trade Review. 67:1312. N. 11, '20. Where will the open shop lead?
- Iron Trade Review. 67:1339-45, 1348. N. 11, '20. Indorse American plan league.
- Iron Trade Review. 67:1464-5. N. 25, '20. Open shop reduces strike losses.
- Iron Trade Review. 67:1734-5. D. 23, '20. Government demands open shop.
- Iron Trade Review. 68:762-8. Mr. 17, '21. Twin cities team for open shop.
- Jron Trade Review. 68:1185. Ap. 28, '21. Foundries declare for open shop.

- Journal of Political Economy. 13:172-200. Mr. '05. Present legal status of organized labor in the United States. Lindley D. Clark.
- Journal of Political Economy. 13:593-7. S. '05. Two decisions relating to organized labor. S. P. Breckinridge.
- Labor American. 2:9-10. D. '20. The closed shop or the republic. H. M. Nimmo.
- Law and Labor. 1:8-9. F. '19. Combinations of employers to maintain the open shop or to refuse to employ union men are lawful.
- Law and Labor. 1:9. Je. '19. The law of Georgia will protect the open shop contract.
- Law and Labor. 1:12. S. '19. Bill against the closed shop. (Alabama).
- Law and Labor. 1:26-7. D. '19. Fighting for the open shop in Massachusetts.
- Law and Labor. 2:170-3. Jl. '20. Amalgamated clothing workers enjoined for unlawful conduct of closed shop strike.
- Law and Labor. 3:34. F. '21. Individual non-union contracts do not violate the public policy of Tennessee.
- Law and Labor. 3:52. Mr. '21. The industrial opiate.
- Law and Labor. 3:78. Ap. '21. The dominant issue—is it understood?
- Law and Labor. 3:93. Ap. '21. Secondary boycott boomerangs on the closed shop.
- Law and Labor. 3:119. My. '21. An agreement between a contractors' association and a union to employ and to work for each other's members exclusively is unlawful.
- Law and Labor. 3:182. Ag. '21. When monopoly appears equality of bargaining power vanishes.
- Law and Labor. 3:188-90. Ag. '21. Strike for the closed shop in Texas unlawful.
- Law and Labor. 3:236-9. S. '21. No labor organization in any shop has the right to demand and insist that each, every, and all employees shall join the union.
- Law and Labor. 3:259-60. N. '21. Strike to establish a closed shop in Massachusetts enjoined.
- Law and Labor. 4:22-3. Ja. '22. All picketing during a strike for a closed shop enjoined in New Jersey.
- Literary Digest. 27:126. Ag. 1, '03. The President and the labor union.

Univ Calif - Digitized by Microsoft ®

lxii

- Manufacturer. 18:11-12. D. 15, '05. Open shop and no monopoly.
- Manufacturers' Record. 60:61-2, N. 9, '11. Employers and the closed shop. Daniel T. Pierce.
- Manufacturers' Record. 62:49-50. Je. 27, '12. Open shop city: how Tampa handles its labor problems.
- Manufacturer' Record. 79:103. Ja. 20, '21. Open shop movement pledged support by National Conference of State Manufacturers' Associations.
- Nation. 79:46-7. Jl. 21, '04. The law of the closed shop.
- Nation. 82:29. Ja. 11, 'o6. The printers' strike.
- Nation. 82:254. Mr. 29, 'o6. Labor's impossible demands.
- \*Nation's Business. 8:18. Je. '20. Case for the open shop. John W. O'Leary.
- Nation's Business. 8:20. Jl. '20. Business to take stand on labor.
- Nation's Business. 8:16-17. S. '20. A stand on labor principles.
- National Corporation Reporter. 31:367. N. 2, '05. Judge Holdom on closed shop and the right of picketing: A clear cut deliverance.
- National Corporation Reporter. 33:165-6. S. 27, 'o6. The open shop before the law.
- New Republic. 25:375. F. 23, '21. National Association of Manufacturers puts some questions.
- New Sky Line. I:I. F. 28, '20. Open shop versus union bargaining.
- New Sky Line. I:I. Mr. 6, '20. Organized but not unionized.
- New Sky Line. 1:2. Mr. 6, '20. Union reasoning.
- New Sky Line. 1:2. Mr. 6, '20. It is time.
- New Sky Line. 1:3. Mr. 6, '20. The closed shop-the un-American plan.
- New Sky Line. 1:4. Mr. 13, '20. The closed shop an un-American policy.
- New Sky Line. 1:1. Mr. 27, '20. Closed shop and radicalism. New Sky Line. 1:3. Mr. 27, '20. Why the closed shop.
- New Sky Line. 1:2. My. 22, '20. A new turn in the courts.
- New Sky Line. 1:3. My. 22, '20. Railroad unions and open shop.
- New Sky Line. 1:2. My. 29, '20. The great trouble with the unions and the closed shop policy.

- New Sky Line. 1:1. Je. 5, '20. The opening wedge for the open shop.
- New Sky Line. 1:1. Je. 26, '20. The reaction setting in.
- New Sky Line. 1:2. Je. 26, '20. The vicious phase of unionism.
- New Sky Line. 1:3. Je. 26, '20. Convincing influences.
- New Sky Line. 1:1. Jl. 3, '20. The workers want it all.
- New Sky Line. 1:1. Jl. 24, '20. Open shop and closed shop, the difference.
- New Sky Line. 1:3. Jl. 24, '20. A closed shop blessing.
- New Sky Line. 1:1. Ag. 7, '20. The closed shop destroying labor unionism.
- New Sky Line. 1:2. Ag. 7, '20. The closed shop and politics.
- New Sky Line. 1:3. Ag. 7, '20. To stage fight against the open shop.
- New Sky Line. 1:3-4. Ag. 21, '20. Interpreting closed shop allegiance.
- New Sky Line. 1:3. Ag. 28, '20. Former union man discusses open shop.
- New Sky Line. 1:1. S. 4, '20. The bolshevik spirit.
- New Sky Line. 1:4. S. 4, '20. Why the closed shop strength.
- New Sky Line. 1:4. S. 11, '20. The politician and the open shop.
- New Sky Line. 1:1. S. 18, '20. How the closed shop operates against the public.
- New Sky Line. 1:1. S. 25, '20. American plan of employment.
- New Sky Line. 1:3-4. S. 25, '20. The viewpoint of closed shop leaders.
- New Sky Line. 1:1. O. 2, '20. Demands of the Denver street railway employees.
- New Sky Line. 1:1. O. 2, '20. The open shop growth.
- New Sky Line. 1:3. O. 2, '20. Sample of democracy in unionism.
- New Sky Line. 1:1. O. 9, '20. The only declaration of independence which can save America.
- New Sky Line. 1:3. O. 9, '20. The open shop a business boost. New Sky Line. 1:1. O. 16, '20. The changing times.
- New Sky Line. 1:3. O. 23, '20. Special report on the Seattle struggle.

#### lxiv

- New Sky Line. 1:3. O. 30, '20. Strikes to prevent employment of non-union labor declared unlawful—injunction to be issued.
- New Sky Line. 1:4. O. 30, '20. Irresistibly for open shop.
- New Sky Line. I:I, 3. N. 6, '20. Union accountability.
- New Sky Line. 1:3-4. N. 6, '20. How Seattle won the open shop.
- New Sky Line. 1:1, 3-4. N. 13, '20. Some iniquity of the closed shop.
- New Sky Line. 1:4. N. 20, '20. Open shop matters in Buffalo.
- New Sky Line. 1:1. N. 27, '20. Closed shop a curse to building construction in Cleveland.
- New Sky Line. 1:3. D. 4, '20. The closed shop.
- New Sky Line. 1:3. D. 11, '20. Proposed open shop legislation.
- New Sky Line. 1:4. F. 12, '21. The closed shop undermines a workman's conscience.
- New Sky Line. Ap. 23, '21. Open shop a natural privilege.
- New Sky Line. 2:8. My. 21, '21. Public against closed shop, says rabbi.
- \*New Sky Line. 2:8. My. 21, '21. Two indictments against the closed shop.
- New Sky Line. 2:3. O. I, '2I. Organized labor and the open shop.
- New Sky Line. 2:1. O. 22, '21. What do you think? Open shop has proven very successful in Little Rock.
- New Sky Line. 2:3. O. 22, '21. A right to work law.
- New Sky Line. 2:1+7. N. 6, '21. Open shop printing establishments in Little Rock.
- New Sky Line. 2:2. N. 26, '21. Open shop argument.
- New Sky Line. 2:1-3. D. 10, '21. Open shop 83.5 per cent, closed shop 16.5 per cent.
- New York Department of Labor Bulletin. 12:365-74. S. '10. Legality of strikes for the closed shop.
- New York Herald. Ap. 2, '22. Closed shop held to violate sacred public rights. Walter G. Merritt.
- \*New York Times. Wages and the open shop. (editorial) Ap. 10, '22.
- North American Review. 178:571-81. Ap. '04. Industrial liberty, not industrial anarchy. Henry L. Nelson.
- North American Review. 180:28-40. Ja. '05. Issue of the open and closed shop. Henry White.

- North American Review. 189:771-5. My. '09. Crisis in unionism. Henry White.
- North American Review. 195:66-74. Ja. 12. Closed shop. Walter G. Merritt.
- Open Shop Review. 4:328-37. Jl. '05. Closed shop.
- Open Shop Review. 5:115-8. Mr. '06. Legal aspects and benefits of the open shop. F. C. Nunemacher.
- Open Shop Review. 5:119-22. Mr. '06. The open shop and no monopoly.
- Open Shop Review. 15:465-77. D. '18. Open shop necessary for country's prosperity. William H. Barr.
- Open Shop Review. 16:80-3. F. '19. New York harbor workers' strike.
- Open Shop Review. 16:110-3. Mr. '19. The fallacy of less work and more pay.
- Open Shop Review. 16:120-1. Mr. '19. The closed shop idea of industrial democracy.
- Open Shop Review. 16:145. Ap. '19. Bolshevism and the closed shop union.
- Open Shop Review. 16:163-5. Ap. '19. Labor cannot produce wealth without capital.
- Open Shop Review. 16:223-7. Je. '19. Is closed shop unionism the same as bolshevism?
- Open Shop Review. 16:243-6. Je. '19. The right to work.
- Open Shop Review. 16:268-73. Jl. '19. Unionism and bolshevism. James R. Day.
- Open Shop Review. 16:288-91. Jl. '19. Lessons from England's experience. Walter Drew.
- Open Shop Review. 16:302-5. Ag. '19. Growing menace of the un-American closed shop.
- Open Shop Review. 16:330-1. Ag. '19. The open shop.
- Open Shop Review. 16:339-43. S. '19. The attack upon the steel industry.
- Open Shop Review. 16:423-36. N. '19. The national industrial conference.
- Open Shop Review. 16:455-61. N. '19. Trade unionism; a constructive criticism.
- Open Shop Review. 16:465-75. D. '19. Industrial success depends upon open shop. William H. Barr.
- Open Shop Review. 17:3-18. Ja. '20. British and American labor problems.

# lxvi

- Open Shop Review. 17:45-62. F. '20. Industrial unrest. George F. Monaghan.
- Open Shop Review. 17:164. Ap. '20. Danger of closed shop.
- Open Shop Review. 17:189-90. My. '20. Fair to unions, unfair to public.
- Open Shop Review. 17:213-24. Je. '20. The closed shop press. E. J. McCone.
- Open Shop Review. 17:292-4. Jl. '20. The closed shop is opposed to human development.
- Open Shop Review. 17:320-2. Ag. '20. "Umbrella Mike" pulls one man strike. Arthur M. Evans.
- Open Shop Review. 17:346-8. S. '20. No more closed shop here.
- Open Shop Review. 17:349-52. S. '20. Open shop gets endorsement of U. S. Chamber of Commerce.
- Open Shop Review. 17:394-6. O. '20. The Brooklyn rapid transit strike.
- Open Shop Review. 17:397-8. O. '20. Limitations on freedom.
- Open Shop Review. 17:415-17. O. '20. The coal strike.
- Open Shop Review. 17:423-32. N. '20. Americanism in industry.
- Open Shop Review. 17:456-9. N. '20. The high cost of strikes.
- Open Shop Review. 17:465-76. D. '20. Open shop principle vital to United States. William H. Barr.
- Open Shop Review. 17:498-502. D. '20. Why the open shop campaign is successful. William H. Barr.
- Open Shop Review. 18:3-4. Ja. '21. Philosophy of the closed shop in action. J. A. Emery.
- Open Shop Review. 18:87-93. Mr. '21. For Americanism in the building industry.
- Open Shop Review. 18:115-24. Mr. '21. Open shop in the . southwest. W. S. Mosher.
- Open Shop Review. 18:141-3. Ap. '21. Union lawlessness.
- Open Shop Review. 18:104-9. My. '21. How closed shop agreements affect railroads. St. Louis Chamber of Commerce.
- Open Shop Review. 18:238-43. Je. '21. Labor policy of the United States Steel Corporation. Elbert H. Gary.
- Open Shop Review. 18:370-4. S. '21. The rebellion in West Virginia coal fields.
- Open Shop Review. 18:403-11. O. '21. Our government printing plant on open shop basis. Thomas L. Blanton.

Open Shop Review. 18:426-8. O. '21. Open shops.

Open Shop Review. 18:436. O. '21. Under the closed shop.

Open Shop Review. 18:500. D. '21. Open shop in Canal zone.

- Open Shop Review. 18:503-8. D. '21. The open shop in American industry. William H. Barr.
- Open Shop Review, 18:508. D. '21. Unemployment greater in cities where the closed shop prevails.
- Open Shop Review. 18:529. D. '21. Why Dallas adopted the open shop.

Open Shop Review. 18:531. D. '21. Workmen demand open shop.

Open Shop Review. 19:22-3. Ja. '22. How the union shop throttles production.

Open Shop Review. 19:23. Ja. '22. Wealth of open shop Los Angeles.

Open Shop Review. 19:26-35. Ja. '22. A warning to the New York building trades unions.

- Open Shop Review. 19:65-70. F '22. Unemployment and the open shop. Noel Sargent.
- Open Shop Review. 19:170-7. Ap. '22. Man's right to work unmolested.
- Open Shop Review. 19:197-213. My. '22. West Virginia fights for freedom. E. L. Greever.

Open Shop Review. 19:257. Je. '22. The menace of the closed shop. Charles W. Eliot.

- Open Shop Review. 19:264-5. Je. '22. Newton D. Baker on the closed shop.
- Open Shop Review. 19:266-77. Je. '22. Union terrorism in Chicago.

Open Shop Review. 19:306-7. Jl. '22. Why the open shop?

Open Shop Review. 19:312-13. Jl. '22. Comment.

Open Shop Review. 19:315-22. Jl. '22. Another reason why the un-American closed shop must go.

Open Shop Review. 19:339-59. Ag. '22. The Herrin conspiracy.

Oregon Voter. 2:279+. D. 1, '17. Practice vs. theory. Thomas McCusker.

A reply to Prof. Paul H. Douglas, Oregon Voter for November 3, 1917.

Outlook. 74:771-2. Ag. 1, '03. The labor issue at Washington. Outlook. 74:867-8. Ag. 8, '03. The bookbinders' union retreats.

Outlook. 74:1009-10. Ag. 29, '03. The President and the labor unions.

#### LXVIII

Outlook. 75:193. S. 26, '03. Not to be taken seriously.

- Outlook. 75:333-4. O. 10, '03. The Miller case.
- Outlook. 77:630-4. Jl. 16, '04. The open shop.

Outlook. 82:51-2. Ja. 13, 'ob. An important decision.

Outlook. 100:359-67. F. 17, '12. Terrorism in America. W. V. Woehlke.

- Outlook. 125:17-18. My. 5, '20. Labor and the open shop. Miles Poindexter.
- Overland Monthly, n.s. 51:288-94. Mr. '08. Harrison Grey Otis and his fight for the open shop. A. Holman.
- Pacific Coast Mechanic. Ja. '18. Liberties of the shop upheld by the Supreme court of the United States.
- <sup>†</sup>Public Ledger (Philadelphia). Jl. 3, '21. Open shop sentiment shown by nation-wide survey to be growing.

A series of articles showing that both union and non-union men are employed under the open shop in various parts of the county. Reprinted by the National Association of Manufacturers from whom it may be obtained.

- Public Opinion. 35:452-3. O. 8, '03. The President's decision in the Miller case.
- Public Policy. 13:268-70. D. 2, '05. Open shop sustained; the boycott condemned; Opinion of Judge J. H. Batty.
- Quarterly Journal of Economics. 30:352-86. F. '16. The National Founders' Association. M. L. Stecker.
- Quarterly Review. 216:177-201. Ja. '12. History of the United States Steel Corporation. Edward Porritt.
- Railway Age. 36:813-14. D. 11, '03. The open shop. T. F. Woodlock.
- Railway Age. 37:1136. Je. 17, '04. Closed shop agreements declared illegal and criminal.
- Railway Age Gazette. 48:1762. Je. 23, '10. Shop efficiency and the labor union.
- Review. I:473-4. O. II, '10. Principle of the closed shop. R. F. Cutting.
- Review of Reviews. 28:354-5. S. '03. The union versus the open shop.
- Saturday Evening Post. 192:6-7, 46, 49-50. Ja. 24, '20. Strike against strikes; Open shop association of Beaumont, Texas. George Pattullo.
- Square Deal. 5:141-3. S. '09. National Erectors Association and the open shop. Walter Drew.

#### BIBLIOGRAPHY

Square Deal. 5:243-4. O. '09. Benefits of the open shop.

Square Deal. 16:127-8. Mr. '15. Closed shop or open shop.

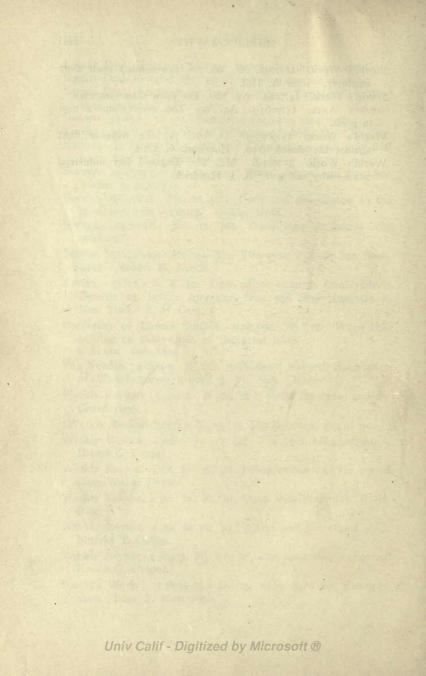
- Square Deal. 16:397-401. Je. '15. To rid New York City of closed shop sluggers.
- Sunset. 33:652. O. '14. Renewing the open shop fight.
- Survey. 23:587-8. Ja. 29, '10. The closed shop. R. F. Cutting.
- Survey. 27:1650-1. Ja. 27, '12. Conservation and industrial war. Everett P. Wheeler.
- Survey. 31:524-5. Ja. 31, '14. Trade unions and the law. Walter G. Merritt.
- Survey. 35:702-3. Mr. 11, '16. Open and closed shop in the structural iron industry. Walter Drew.
- Survey. 35:705-6. Mr. 11, '16. Open shop structural iron workers.
- Survey. 37:716-17. Mr. 24, '17. The open shop in San Francisco. Robert N. Lynch.
- Survey. 43:57. N. 8, '19. Open shop; excertps from address October 24, before American Iron and Steel Institute in New York. E. H. Gary.
- University of Illinois Studies. 6:234-52. S. '17. Wage bargaining on the vessels of the great lakes. p. 84-102. Open shop.
- Van Norden. 4:200-3. N. 'o8. Attitude of National Association of Manufacturers toward J. W. Van Cleave.
- Weekly Review. 3:491-2. N. 24, '20. Strike insurance and the closed shop.
- †Weekly Review. 3:636-7. D. 29, '20. The industrial tug of war.
- Weekly Review. 4:33-4. Ja. 12, '21. The open shop offensive. Ernest G. Draper.
- Weekly Review. 4:78. Ja. 26, '21. Labor unions and the closed shop. Walter Drew.
- Weekly Review. 4:79. Ja. 26, '21. Open shop defensive. H. H. Rice.
- Weekly Review. 4:79. Ja 26, '21. Wages and the closed shop. Murray T. Quigg.
- Weekly Review. 4:244-5. Mr. 16, '21. The open shop campaign. Ernest G. Draper.
- World's Work. 11:6955-65. D. '05. The fight for the open shop. Isaac F. Marcosson.

#### lxx

- World's Work. 11:7242. F. '06. A fair-minded open shop employer. John A. Hill.
- World's Work. 14:9164. Ag. '07. The open shop campaign.
- World's Work. 14:9164-5. Ag. '07. The open shop—a case in point.
- World's Work. 15:9675-9. D. '07. A long winning fight against the closed shop. Harrison. G. Otis.
- World's Work. 35:481-8. Mr. '18. England has industrial peace-why not we? B. J. Hendrick.

Section Sections

1 1 - - - - M



## THE CLOSED SHOP

### INTRODUCTION

The labor problem is the group of controversies growing out of the struggle for self interest between the employer and the employee classes. While it is as old as the human race, it has changed and developed with the evolution of industrial society. As labor has become more intelligent and better organized, and as the consolidation of industry has decreased the competition within the employer class and resulted in better organization and greater centralization, the conflicts between these two classes, both the open industrial warfare and the continuous struggle for self advantage, have been conducted on a much larger scale than in the earlier years.

The closed union shop is one of the recent phases of the labor problem, but it is a phase that is difficult to isolate and study apart by itself. An even greater difficulty confronts the student because of the lack of agreement among writers and speakers upon the meaning of the terms "open shop" and "closed shop" to say nothing of the vague and almost meaningless way these terms are sometimes used in the public press and the confusion found in some of the pamphlets and leaflets that have recently been issued.

A closed shop is one in which an agreement has been made between the employer and the union that only those workers in any given trade will be given employment who are members in good standing of the union of that trade, so long as any such persons are available. It is in the nature of a labor monopoly, and it is generally brought about by compulsion. On the other hand it is not true that the only qualification for employment is membership in the union, though this statement will be found in many of the pamphlets advocating the open shop.

The open shop is one where there is no distinction, prefereuce, or discrimination either for or against any individual workman because he is or is not a member of a labor union.

Such an institution is an ideal, rather than the condition which prevails in the thousands of industrial establishments that claim to be following the open shop plan. The open shop as above defined may be what some of the advocates of the American plan have in mind, but their avowed hostility to the labor unions raises doubts in the mind of the disinterested student. He is often led to believe that the preferential non-union shop is the thing that is desired.

In times of industrial prosperity, when manufactured commodities and labor are in great demand, when prices and wages are high, the labor unions exert every effort to extend the principle of the closed union shop. When the pendulum swings the other way, when thousands are out of work, when wages and prices are going down, and when the demand for goods has fallen off, then employers are more insistent in their demand for the open shop. During the war and for some months after the armistice was signed labor had its inning and took full advantage of it. During this period the membership of the American Federation of Labor was doubled, as is shown in the table below. During the summer of 1920 a marked change of conditions set in. Although prices began to fall there was less demand for goods. Before the end of the year many industries either suspended operations or reduced them to a considerable extent. Then there developed among employers a spontaneous and nation-wide demand for the open shop. It was endorsed by the United States Chamber of Commerce by an overwhelming vote. It is supported by 540 organizations in 247 cities in 44 states. Employers' publications, trade journals, leaflets and pamphlets issued by employers associations and chambers of commerce have been very strong in their endorsement of the open shop campaign during the past six months.

In December 1920 the American Federation of Labor had 4,500,000 members with 109 national and international unions, 40,000 local unions, 47 state federations of labor, 968 city central labor bodies, 5 departments, 682 local department councils, and 1207 local trade and federal labor unions affiliated directly. The growth of the American Federation of Labor is shown by the following table which is taken from the Report of the Proceedings of the Forty-first Annual Convention of the American Federation of Labor. p. 28.

### THE CLOSED SHOP

### AMERICAN FEDERATION OF LABOR.

### (AVERAGE MEMBERSHIP REPORTED FOR THE PAST TWENTY-FIVE YEARS.)

Year		Membership
1897		. 264,825
1898		. 278,016
1899		. 349,422
1900		. 548,321
1901		. 787,537
1902		1,024,399
1903		
1904		
1905		. 1,494,300
1906		
1907		1,538,970
1908		
1909		. 1,482,872
1910		
1911		
1912		. 1,770,145
1913		
1914		. 2,020,671
1915		. 1,946,347
1916		. 2,072,702
1917		. 2,371,434
1918		
1919		. 3,260,068
1920		4,078,740
1921		. 3,906,528
	and the second s	

In December 1920 Samuel Gompers wrote, "There are 5,500, 000 organized workers in the United States. The American Federation of Labor has a membership of 4,500,000. The railroad brotherhoods have a membership of over 500,000. There are about 8,000,000 wage earners in the United States eligible to membership in trade unions. Nearly 65 per cent are organized. The 5,500,000 organized workers represent 27,500,000 people, or about 25 per cent of the population of the United States. It is often said that there are 38,000,000 people engaged in gainful occupations, but those engaged in gainful occupations

include every employer, doctor, lawyer, dentist, etc. Only wage earners are eligible to membership in the trade unions."

Such was the condition of organized labor at the close of the year 1920. Its membership has fallen off, since that time, and the closed shop has lost some ground, but union leaders say that the losses are small and temporary.

It is impossible to present any similar table of simple figures that will show the growth in the centralization of capital or in the organization of the employers, but there have been even greater strides made along these lines in the last forty years than by union labor in extending its membership.

Organized labor wants the closed union shop because it gives a labor power that puts the working class on an equal footing with the employer. When all the employees in a given trade in any shop are union men, then through their union they can bargain with their employer as a unit. This is what is meant by collective bargaining. It is a condition where the parties meet as equals. Their deliberations usually result in compromising differences and in reaching an argument in the formation of which each has had a voice. If none of the employees, or only a part of them, are union men, then it is practically impossible for the employees in any large establishment to bargain with their employer as a unit, but they must deal with him as separate individuals. Under these conditions there can be no real collective bargaining. In the open shop the workman deals as an individual with his employer, and is at as great a disadvantage as the employer would be were the union in a closed union shop to refuse to deal with the officers of a corporation and make all contracts with each stockholder as an individual. In the non-union or open shop wages, hours, and conditions of employment are fixed by the employer.

Organized labor demands the closed union shop because it desires a larger voice in the control of industry. The working class do not like to be mere cogs in a machine. They desire to be a live, human part of industry, to be consulted and to have something to say about all the terms and conditions of employment. The closed union shop gives them such a voice.

For this very reason employers, as a rule, are opposed to the closed shop, and demand the open shop, which in actual practice, readily becomes a preferential non-union shop, or a closed non-union shop. Employers as a class want to "run

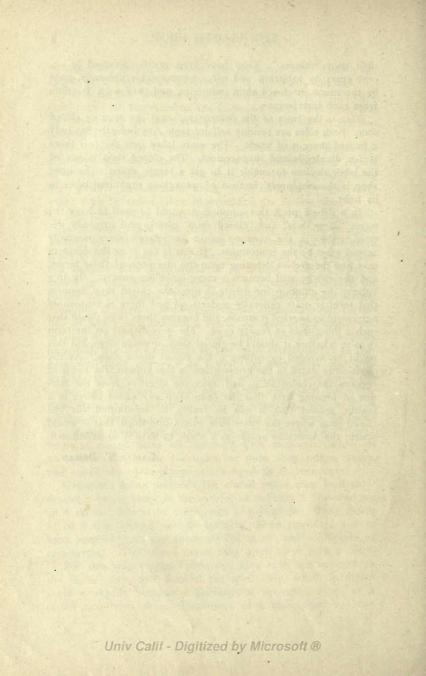
4

their own business." They have been greatly annoyed in recent years by arbitrary and often unreasonable demands made by the union in closed shop industries, and they want freedom from such interference.

This is the basis of the controversy over the open or closed shop. Both sides are seeking self-interest. Any industry has only a limited margin of profit. The more labor gets the less there is for dividends and management. The closed shop is one of the labor devices to enable it to get a larger share. The open shop is the employers' method of weakening organized labor in its fight.

In a debate upon this question it would be well to have the terms "open shop" and "closed shop" clearly and carefully defined, either in the question or in an interpretation mutually agreed upon by the contestants. If this is not done the debaters may find themselves debating upon the meanings of these terms. and the debate will become a mere quibbling contest. In this volume the question for debate is upon the closed shop, because that term is guite generally understood and there is reasonable agreement as to what it means, and because there is no doubt that such a thing does in reality exist. The only dispute on the term is as to whether it should be closed shop or union shop, but this might be avoided by calling it the closed union shop. As the question is stated in the briefs given in this volume, the negative opposes the closed shop, and upon the negative rests the burden of proving first, that the open shop as defined above is a reality, second that it can in reality be substituted for the closed shop where the latter now exists, and third, that it would benefit the American people as a whole to have it so substituted.

LAMAR T. BEMAN.



### GENERAL DISCUSSION

# DEFINITIONS OF NATIONAL AND LOCAL UNIONS <sup>1</sup>

Among American trade unionists three types of trade unions are formally recognized-the local, the national, and the international. The typical union includes only members who live and work in one town, and its business is done by vote of all the members, meeting in one place. Sometimes there are subordinate organizations, more or less formal, composed of mem bers employed in single establishments. Such are the "chapels" of the printers, which long antedate any more formal organization of the craft. Such are the "shop meetings" of many other trades. It often happens that workers in a place where no local union of their trade exists attach themselves to the nearest, though they may not be able to take part in its ordinary deliberations. Less often, where a few workers of a trade are gathered, they are organized as a branch of a neighboring local union, which thus assumes a complex character. This method is often adopted by the Brewery Workmen.

The national and the international unions represent only a single type, though the formal distinction between them is carefully made in trade-union literature. The typical national union aspires to control all the workers of its trade in the United States. The international union has locals not only in the United States, but also in Canada, and, in a few cases, in Mexico. It sometimes happens that unions which are recognized as national do not in fact have members outside of a limited territory, and perhaps make no effort for more general extension. For instance, the Cotton Mule Spinners, like several other unions in the cotton industry, are confined to New England, excepting a few local unions in New York. The Northern Mineral Mine workers have apparently no desire to extend beyond the boundaries of Michigan, Minnesota, and Wisconsin.

National and international unions are made up of local un-

<sup>1</sup> U. S. Industrial Commission. 17 : xv-xvi. 1901.

ions, which possess more or less complete autonomy, and which join in one way or another in the government of the general body.

In the speech of trade unionists the phrase "local union" is often abbreviated to "local," and this technical usage is frequently employed in the present report. The word "national" is used in this report to include both those unions which call themselves national and those which are distinguished as international.

The great majority of the national trade unions are bound together in the great federal organization, The American Federation of Labor. In one or two instances there are alliances for certain purposes among small numbers of national unions in related trades. The International Typographical Union, the pressmen, and the bookbinders have for some years maintained a "tripartite agreement". Efforts have for some time been making to establish an alliance of the national unions i the metal trades.

Scarcely inferior in importance to The Federation of Labor are the local federations or trade councils, which bind together the local unions of particular cities. Almost every important town has its central organization in which all or most of the local unions of the place meet together by delegates to consider matters of common interest. The local unions of the building trades commonly have federal organizations of their own, called building trades councils, for the consideration of matters of peculiar and common interest to them. Similar local alliances are sometimes formed by unions concerned in other broad departments of industry such as metal working. The present report is devoted primarily to the organization and policy of the national unions, and touches only incidentally upon these highly important but local phenomena.

## RELATIONS OF NATIONAL AND LOCAL UNIONS<sup>1</sup>

In a historical view the local union is the source and spring of the whole labor movement. It was by the alliance of existing local unions for mutual encouragement and support that the great national organizations came into existence. Local

<sup>1</sup>U. S. Industrial Commission. 17: xix-xx. 1901.

unions of stonecutters, of carpenters, of hatters, and of printers had existed for many years before organization on a large scale was seriously attempted. Even nowadays, though labor unions come more with taking thought than formerly, and less as the spontaneous outgrowth of the internal conditions of their trades, it is seldom attempted to build a national union in any other way than by uniting existing locals.

The printers have perhaps the oldest national labor organization existing in the United States. The convention out of which the International Typographical Union has grown was held on December 2, 1850. The national association of the stonecutters may possibly, however, be as old or older. It had an established position and a regularly published official journal by 1857, but the date of its origin is not known. The United Sons of Vulcan, one of the predecessors of the Amalgamated Association of Iron, Steel, and Tin Workers, was formed in 1858, the Iron Molders' Union of North America in 1859, and the National Cigar Makers' Union in 1864.

\* \* \* \* \* \* \* \* \* \*

Though the local union is historically the primary phenomenon, and the national union is secondary, a very large proportion of the local unions which exist to-day, and a large proportion of those which from day to day come into existence, are in fact, the offspring of national organization. Some of the stronger national unions maintain regular paid organizers. who devote either the whole or some portion of their time to traveling from place to place, encouraging and strengthening existing locals of their trade, and where none exist, establishing them. The work of the organizers commissioned by the American Federation of Labor is cooperation. A considerable share of the money that supports it comes now from local unions which have no national trade organization and which are directly affiliated with the Federation; but these locals are themselves almost exclusively the result of past Federation work, and the new locals, so far as they are to be regarded as their children, are descended from the nationals only a little more remotely. The Federation has over 800 "general organizers" bearing its commission in all parts of the country, and constantly active in the neighborhood of their homes in organizing not the workmen of their own trades only, but those of all trades. These men and women work without payment, except the commissions, ranging from \$5 to \$20, which most national unions offer for the organization of new locals. They

support themselves by the daily labor of their hands. Their organizing work is, therefore confined to their hours of leisure. Until recently the Federation had no money for organizing, except sporadically, by any other means. The great increase of its membership during the last two or three years has changed that. The income has doubled and trebled. The salaries of its officers have not been materially increased, and while there has been an increase of necessary administrative expenses, it has borne no comparison to the increase of receipts. There has remained, therefore, a surplus of many thousand dollars a year applicable to missionary labors. During 1900 the Federation kept in the field upon the average some eight "special organizers" under salary. During 1901 the average number may reach twenty-five. Some of the time of these men is devoted to the settlement of disputes, the supervision of strikes, and other work of maintenance and conservation. Their energies are chiefly directed, however, to bringing the unorganized into the union ranks, and especially to the establishment of new local unions where there has been no organization of the crafts concerned.

#### \* \* \* \* \* \* \* \* \* \*

Each local union, even when subordinate to a national organization, is a self-governing unit. Its theoretical relation to the national body is similar to that of one of our States to the United States. The local body has power to do anything which is not specifically forbidden in the national constitution. Rates of wages are, of necessity, matters of local consideration in almost all trades. Hours of labor are also fixed locally, in most trades, according to local conditions. Even the unions which have national laws to limit hours cannot always enforce them in all places, and they are glad to have hours shortened by their locals beyond the national requirement. The regulation of apprenticeship is left by many unions to the locals, and even when national rules are made the locals often make further restrictions. A few national unions fix initiation fees and dues, but in most cases the locals fix them either without any restriction or subject to a maximum limit. Locals levy assessments upon their members, and inflict fines and other forms of discipline. Hardly any restriction is placed upon the power to collect local assessments, except that in a few cases it is forbidden to raise them to support strikes unauthorized by the national officers. In the matter of discipline

there is usually an appeal to the national authorities, and a few unions forbid the imposition of a fine above a certain amount without the approval of the national executive board. In ordinary cases, however, in most organizations, the local unions do what is right in their own eyes.

### CAUSES OF DISPUTES'

As indicated in another connection (see p. LI), the number of unions which are able to enforce limitations upon the employment of apprentices is comparatively small. Demands seeking to limit the number of apprentices, to regulate the conditions of their employment, or to prevent the employment of children or young persons on work which men consider as properly falling within their sphere, account for seventy-eight hundredths of I per cent. of the total number of disputes. The charge that labor unions try to prevent the introduction of machinery and improved appliances may be well-founded in some instances, but apparently they seldom feel justified in ordering strikes for this purpose. The entire number of establishments affected by strikes regarding the use of machinery during the 20 years covered by the table show only 221; only about one-seventh of I per cent. of all causes of strikes.

The remaining causes of strikes are very numerous and it would hardly be profitable, in a summary table, to attempt to sub-divide them into groups. The headings above discussed include the great majority of all causes of strikes; no less than 96 per cent. The 6,075 remaining causes of strikes have to do in most instances with the physical conditions under which labor is performed, the sanitation of shops, the methods of work, the character of food and lodging, when these are furnished by the employer, and the like matters. Several hundred strikes are reported as having been caused by the attempt to prevent employers from violating agreements or breaking away from previously recognized union rules.

It will be seen from this discussion that no less than threefourths of all strikes are due to the direct desire of working men to improve their condition, either by raising wages, preventing decrease of wages, or reducing hours of labor. All the other innumerable minor causes account for only onefourth of the entire number of such disputes.

<sup>1</sup>U. S. Industrial Commission. 17: 655. 1901.

### "PRINCIPLE" OF THE OPEN SHOP

"Principle" and "liberty" are fascinating words, but, like religion, they have many meanings. They are so pleasing to the public ear that they are freely used in the advocacy of every cause. The Tsar and his ministers, who hang hundreds of persons in a single day without trial, and bury them by moonlight, talk of "principle" and "liberty" with as much zeal as would the advocates of democracy and equal rights. Nor is this necessarily an evidence of insincerity. People generally think through their interests, not always their individual interest, but through the interests of their social, economic, or political group. The meaning, therefore, of such phrases as "principle" and "liberty" is mainly a matter of interpretation, which depends very largely on the point of view.

When the English middle class wanted the franchise, they became the exponents of the principle of political liberty and democratic representation. Their arguments read very much like the Declaration of Independence; but after they had acquired the suffrage (by the passage of the First Reform Bill) their point of view changed. When the laborers asked for the suffrage, the middle class opposed it on the principle of property rights with as much vigor as their own enfranchisement had been opposed by the aristocracy. Their point of view had changed with the shifting of their interests.

This is as true in the field of economics as in politics and government. Under the leadership of John Bright and Richard Cobden, the English Liberals were the the bitterest enemies of the Factory Acts, the most beneficent legislation of the nineteenth century. These very good men opposed, and for many years retarded, the legal limitation of the working day for children in factories as a matter of principle, and in the interests of personal liberty. It interfered with the personal liberty of English manufacturers, who could take children from the poor-house and work them in the factories without limit as to age or hours. The fact that this dwarfed the children, developed decrepitude, ignorance, and a multitude of physical diseases and social vices mattered not. It was a violation of the employer's liberty to conduct his business in his own way,

<sup>1</sup> Gunton. 27: 1-13. July, 1904.

pay such wages and furnish such conditions and make such requirements as he pleased. Men like Richard Cobden and John Bright, and the multitude of really noble men who preached their gospel, were not heartless humbugs; but they honestly advocated what to them was a politcal principle, the right of every man to do exactly what he pleased with himself and his own. But they interpreted this principle from the point of view of the English manufacturer's interests. They might sympathize with the poor, but any interference to furnish protection against the consequence of these conditions was a violation of human rights, and, therefore, not to be tolerated.

The fallacy of this interpretation of "principle" and "liberty" gradually became clear to society. The interests of civilization demanded that society should impose a limit upon the exactions of manufacturers upon the working women and children. Parliament finally said to the factory masters: You shall not employ children under thirteen years of age more than half a day at a time, and only then on condition that they go to school the other half; and you shall not employ minors and women at night; and you shall not employ women and children continuously more than sixty hours a week.

The hovels in which these working people had been herded were so injurious to health and morals as to be well-nigh pestilential; and the so-called "freedom" was again encroached upon by Parliament by forbidding the use of basements as dwellings and prescribing certain sanitary conditions in houses before laborers were permitted to live in them. This compelled the manufacturers to spend more money on houses for their laborers, and was resented, of course, as an encroachment on their liberty. All this has finally received the endorsement of science and civilization and has proved to be not only consistent with, but an essential part of, the conditions of personal liberty. The fundamental principle of freedom is not that each one should do as he pleases with his own, but that he shall so conduct himself and use his own as not to injure the interests and opportunities of others. The idea that an employer can run his factory as he pleases, when he pleases, and under such sanitary conditions as he pleases, and may treat his laborers as he pleases, is a false notion of freedom. Of course the English manufacturers did not see this; they were not tyrants, but they acted like tyrants. Their seemingly oppressive and

heartless attitude was due entirely to their point of view, they interpreted the principle of personal liberty through their own interests.

Experience, economic science, and social and political philosophy all show that this standard of interpretation of social principle and personal liberty is narrow. The only point of view from which economic and social law and the principle of liberty can be properly interpreted is from the viewpoint of society. From no other can be seen the interests of all the contending groups. Any interpretation of economic and political principle that excludes a large class of the community, is sure to react on the class in whose interest the restrictive policy is adopted. Thus, for example, any policy based on the interests of employers to the exclusion of the interests of the laborers, must ultimately react to the detriment of the employing class, because, in modern society, the success of the business enterprise largely depends upon the welfare of the masses. Anything that hinders the material progress of the mass of wage-earners, is in the nature of things detrimental to the business interests of employers, as reducing the laborers' power to consume destroys the very market upon which the prosperity of employers depends. And, conversely, any policy that injures the profit-making opportunity of capital necessarily reacts upon labor, as destroying the opportunity for profitable enterprise lessens the possibility of employment and makes increasing wages and improved conditions for labor impossible.

The point of view then, from which the open shop question, like all other questions of modern industry, must finally be settled is not alone the interests of laborers, nor the convenience of employers, but the interests of society, which include the interest and welfare of both. No mere abstract proposition regarding freedom is adequate for dealing with the situation. It is a practical proposition that has to do with the daily interests of the laborers on the one hand and the successful management of business on the other. Any adequate consideration of the subject must reckon with the prejudices as well as with the interests and rights of both sides, and no other question of practical economics is more weighted down with prejudice. On the employer's side, there is the prejudice against unions. True, the right of laborers to organize is conceded as a theory, but practically it is denied. No solution of this question can be permanent that does not admit with equal frankness, the

laborers' right to organize and to act through their organizations, and the capitalists' right to organize and act through their organizations. To dispute this right to either group is to beg the question under consideration. There is not power enough in the courts and government to stop either labor or capital from organizing, for the obvious reason that organization is the inevitable consequence of the natural development of industrial society. Railing against "trusts" may furnish food for a political campaign, but it must ultimately be futile in suppressing corporate development, unless it succeeds in arresting the progress of society. Employers and editors might just as well recognize, once for all, that the task of suppressing labor-unions or preventing them from acting as the bargainmakers for labor is as futile as the fantastical effort to suppress corporations.

This much granted (and without it nothing is worth considering), the question is-does the recognition of unions logically involve the closed shop, and does the open shop logically involve the denial of the right of unions to act for organized labor? In discussing the open shop principle the "Journal of Commerce" quotes from the declaration of the National Association of Clothing Manufacturers, "The closed shop is an un American institution. The right of every man to sell his labor as he sees fit, and the freedom of every employer to hire such labor, are given by the laws of the land." It then quotes President Eliot of Harvard as saying: "The surrender of personal freedom to an association is almost as great an obstacle to happiness as its loss to a despot or to a ruling class, especially if membership in the association is compelled and the association touches livelihood." The Journal devotes the remainder of its editorial to glorifying and sustaining this declaration:

The labor unions, so far as they insist upon the closed shop as a principle, constitute a class representing certain industries, mostly mechanical, which arrogates to itself the power, denied to the law and the government in every free country. The open shop means the right of men to work at their trade without joining a union, if they so prefer, and the right to hire men whether they belong to a union or not and to give them an equal chance. These rights are fundamental in a land of liberty and law, and their denial is the principle of despotism and not of freedom. Leaders of labor unions fear this kind of liberty as destructive to their organization, just as despotic governments fear personal freedom as destructive of their system.

This is anti-union pleading, not open shop reasoning. It is talking in the abstract, and fails to state the case as it is. The union can make a statement equally plausible in favor of

the closed shop, which the open shop advocates would reject as wholly inadequate because of what lurks behind it. Men like President Eliot of Harvard really believe in freedom, but they are so unfamiliar with the actual working of shop conditions and the real attitude of many employers toward unions, that their reasoning relates to conditions that do not exist. President Eliot is talking of a world in which nobody lives.

To quote the Clothing Manufacturers' declaration that the "closed shop is an un-American institution" is like quoting the Tsar on political freedom.

The clothing manufacturers of this country are pre-eminently those in whose hands the open shop would mean no union. They are the class of manufacturers that represents the sweatshops in our large cities, against which the union shop is the only effective weapon. No other single force has done so much to compel decency and a modicum of economic fairness in the clothing business as the union. It is well known to the sweatshop workers and to all who have investigated the conditions of clothing manufacture that, as a class, the clothing manufacturers have introduced economic conditions that are a disgrace to American industry. It is only by desperate closed shop efforts, aided by drastic legislation, that the sweat-shops in our large cities are prevented from being pestilential dens. For years they have been the collectors of the ignorant, squalor-ridden outcasts from Europe. Through a system of contractors, subcontractors, and employment agents, they have taken the ignorant, poverty-stricken immigrants, whom they have been the means of bringing to this country, and used them like slaves. converting so-called homes into pest-houses, often crowding from ten to twenty persons in a single room, where they eat, sleep, and work. This system has invaded the large cities of both Europe and this country. The only force that has succeeded in partly breaking down this uncivilized, unsanitary, and inhuman, as well as un-American, system has been the indefatigable efforts of the trade union. To refer, therefore, to the clothing manufacturers' high sounding declaration about "freedom" and "un-American" institutions is to flaunt mockery and sham in the faces of the laborers and of the public.

It is just such things that arouse the suspicion of the working men against the good faith of the plea for the open shop. Knowing the history and character of clothing manufacturers from bitter experience, the Garment Markers' Union distrusts

every such sounding phrase as a platitude, and goes to the other extreme. Thus, in a recent article on "The Open Shop in a Nutshell," the editor of the "Weekly Bulletin of the Clothing Trades," says: "The very argument advanced by the employer in favor of the open shop is the strongest reason for the workmen to oppose it. The principle in the abstract means nothing; the conditions under which it is applied mean everything. We are concerned with the liberty that results from certain conditions rather than nominal liberty."

It is true all trades are not as bad off as the clothing trade; all employers are not like sweat-shop manufacturers. The working men can not be expected to look with much confidence or respect upon reasoning of that kind, especially from that source; and when such respectable publications as the "Journal of Commerce" and such honored educators as President Eliot reason in the same way, and declare the union's "opposition to the open shop based upon the distrust of real freedom," they misrepresent the case and aggravate, rather than help to solve, the problem.

On the other hand, for labor leaders to declare that the very fact that employers are in favor of the open shop is the strongest reason for workmen to oppose it, is an equally perverse presentation of the case. It may be true of clothing manufacturers and of some few mean employers, but it is not true of the largest and best employers in the country, and it is untrue as a general argument. As a matter of fact, the unionists can not deny that the closed shop is frequently used as a means of unjustifiable despotism. Take the recent case of the strike of the freight handlers on the Fall River Line. That strike was to force the discharge of an old employe because he did not join the union. There is no evidence that he did anything amiss, but, as in the case of the government printing office, the strikers simply demanded that he should join the union or be discharged. There may be individual cases where the men are justified in refusing to work with an objectionable person. A spy and a tattler, who devotes himself to carrying tales and injuring the men, is an object of contempt; and it is not unreasonable for workmen to refuse to associate with him. But to insist that no man shall be permitted to work, unless he joins the union, could not be endured as a general policy.

This is not a mere abstract principle, but is a practical proposition. Nor is it feasible, as a working rule in any business,

that the union shall control the employment and discharge of men, or the actions of the foreman. Yet, where the closed shop prevails, it is not uncommon to find that they demand that the foreman shall be a member of the union, in some cases that he be appointed by the union. This is taking the management of the business out of the hands of the owner and placing it in the hands of the laborers, which is an impossible policy. It might work in a few instances, but it could never endure as a general policy. It is the abuse of this shop authority that has led to the opposition to the closed shop and the general demand among employers for the open shop. Hitherto there have been too many Sam Parkses in the closed shops. They may not have demanded blackmail in the same bold fashion, but they have used their authority in a similar dictatorial, uneconomic, and often corrupt manner. This is natural. Laborers are human, and can not be trusted with absolute power. They are like politicians; when they get power, they use it in an arbitrary, and frequently in a corrupt manner. The only way to prevent labor leaders from becoming corruptionists and dictatorial "bosses" and blackmailers is to prevent them from having power. Reformers are usually generous and altruistic when under the spell of the reforming spirit: but when they become possessed of arbitrary power they become despots. Freedom can be maintained only by making despotism impossible. Now, the closed shop, in the sense of handing over to the union the absolute power to compel every worker to belong to the union, must, in the nature of things, soon take on the despotic, coercive form. As despots, laborers are just as big tyrants as capitalists. It is only a question of having the power.

On the other hand, the laborers can present some strong reasons for opposing the open shop. They argue, from experience, that if non-union laborers are permitted to work alongside of union laborers, the employers will discriminate against the union men for the sole purpose of breaking the power of the union. Thus, in every possible case, union men will be discharged and non-union men employed, and so finally make the union a disadvantage. In an article on this subject, Henry White states the case of a delegate to the convention of the Citizens' Industrial Association at Chicago last year, who said: "A year or so before the formation of the alliance, I had 297 union men. Now I have 6. And before long I hope to have, not an open shop, but a closed shop—closed against

the union." With this spirit and practice among employers, the laborers' only defense is the closed shop. This kind of warfare makes some kind of closed shop unavoidable—closed against non-union men, or closed against union men.

The employers are justified in regarding the closed or union shop, at present conducted, as something to be resisted, and the laborers might as well recognize the fact that it will be resisted. On the other hand, so long as employers use the open shop merely to make a closed shop against unions, they may take it for granted that they will have a fight on their hands. The closed shop against union men is as impossible as is the closed shop against non-union men. Unions are as inevitable as corporations and the true way to avoid the tyranny of the closed shop is to deal with the unions in good faith. Yet, so long as the unions insist upon dictating the management of the business affairs of the employer and coercing men into their union, they will receive the opposition of employers and distrust of the public.

As already remarked, this is not an abstract, but a practical question. All practical questions, if properly solved, must be solved consistently with sound principle. The principle involved in this question is one of freedom-not the freedom of the employer to do as he likes with his own and conduct his shop just as he pleases, regardless of the interests of the laborers or the public: nor the freedom of the union to do just what it pleases, merely because it has the power, regardless of the interest of the non-unionists or the employers. The principle of liberty involved here is the same as that which underlies all free society-that the employers must have the liberty to organize their industry and conduct their business consistently with the rights of other people. So far as the general conditions of the work-shop are concerned, it is a matter of public interest that they should not be inimical to the health, morality, and welfare of those employed. So far as buying their material, selling their products, hiring their labor, and organizing their industry, and, in short, managing their business, are concerned, they must have the liberty to do it un-coerced.

The laborers' side of the problem is to contract for the sale of their services and the personal treatment by the employers. In doing this they must have the same freedom to act individually or collectively as they have to buy hats or to cast their ballots on election day. In organizing for that purpose,

they must be under no actual or implied disadvantage. So long as this right is interfered with, directly or indirectly, the laborer's freedom is interfered with, he is coerced, and a state of distrust and war may be expected.

In forming organizations and conducting them, the laborers have absolutely no right to use any other than moral force. To use coercion to build up an organization is as indefensible as it is to use coercion or corruption in politics. It is useless for anybody to deny that unions use coercion, because it is well known that they do; and before they can hope to get the fair treatment and full recognition they demand, they must give up coercive methods as a means of organizing their unions and enforcing their demands. There is no economic or moral objection to the union shop, provided the method of unionizing the shop is free from coercion. For instance, if all the laborers in a factory were willing to join the union there could be no economic moral reason for objection: but if a laborer is tired of the union, or fails to pay his dues, or for any other reason declines to be a member, there is no principle of economics, ethics, or expediency that justifies the union in forcing him back into its ranks. To inaugurate a strike to compel his discharge, is despotic and brutal and will never be approved by the public or tolerated by employers. Union membership must be voluntary. There should be as much freedom to join and leave as there is in the membership of a church or of a social club.

Whenever a union is established in a shop, it should be recognized by the employers in all cases of bargaining about wages, or other interests of the laborers. If a dispute arises, a representative of the union should be recognized as spokesman for all those who belong to the union. If the non-union laborers do not agree with the decision and refuse to go out, which is very seldom, of course, they must be left free to act on their own decision, with the same freedom that the union has. In most cases, the union will be right in its demands, especially if no unprincipled walking-delegate has the power to decide the matter, and perhaps ninety per cent. of non-union men will agree with it, as they nearly always do. In such case, the union men must not be discriminated against, if the struggle is lost, or because they were more active in making the demands.

Here is where much of the evil really arises. The employers have all too frequently discriminated against those who make

the demands, refusing to take them back. They do this on the plea that they have the right to employ whom they please, which is true; but so long as they make membership in a union or prominence in presenting demands an offense, the union has a plausible reason for adopting means of protecting its members. If union men are to be discriminated against in favor of non-union men, it is only human that they should have recourse to similar unfair means to make non-union men impossible.

All considerations of economic justice and of personal freedom for employers to conduct their business, and for laborers to defend their rights, demand that the open shop shall be maintained. If employers want the open shop, they must treat the unions honorably and fairly and in good faith; and if the unions want such recognition, they must establish voluntary membership in organizations. So long as employers discriminate against unions, the closed shop will be demanded; and so long as unions use coercion to build up their organizations, the open shop will be demanded and the union distrusted.

While the open shop is obviously a practical question, it must ultimately be solved on a basis consistent with the principle of personal liberty for all—liberty of union men to act through their union without hindrance or discrimination, liberty for non-union men to act individually without hindrance or discrimination, and the liberty of employers to organize, and conduct the management of their business without interference. So long as these rights are denied, and either side insists on dictating to the other, the war of the open against the closed shop will continue.

### CLOSED SHOP VERSUS OPEN SHOP'

The increasing activity of trade unions in pressing their claims for recognition at the present time is resulting in a renewal of the discussion of the merits of the closed shop versus the open shop. The campaign against the closed shop was so successful in certain industries a dozen or more years ago that the movement itself seems to have lost momentum because of its success. Just now, with unprecedented demands for all grades

<sup>1</sup> H. E. Hoagland. American Economic Review. 8:752-62. December, 1918.

and classes of labor, the workers seem to have regained a part of their lost bargaining power and to have been placed, temporarily at least, in a position to again demand recognition from those employers who for a generation have refused to meet with the representatives of organized labor. Hence the reappearance of the arguments for and against the closed shop.

For the most part this discussion is conducted by employers or their representatives, and is therefore stated in the terminology common to that group. But even when the press and the public give attention to the question, we are accustomed to accept the employers' definitions of the terms open shop and closed shop, apparently without stopping to inquire whether or not they are correct. We ignore labor's substitute terms which, although admittedly biased and unrepresentative, should at least be given consideration. If we are to be the impartial third party to industrial disputes, should we not learn how much truth there is in the contentions of each of the two other parties and, if necessary, adopt new terms which are representative and which are accurately descriptive? It is in the hope of contributing to this end that the writer has made the following analysis. In each case he has sought the expressions of the recognized leaders of both labor and capital in order that he may present the views of both parties fairly. Whether or not the conclusions of this article are accepted, it is high time to give attention to the facts upon which these conclusions are based in order to find some classification of terms which will be fair to both capital and labor and intelligible to the public.

First, what are the facts to be considered? Whatever definitions we give to the terms open shop and closed shop we agree that we are trying to describe the relationship of trade unionism to industry. Perhaps the reason we do not agree upon definitions is that this relationship is too complex to be fully described by two simple terms. Some of these conditions are as follows:

I. There is the shop which chooses to employ none but union members because the employer believes that the union can supply him with more efficient workmen than he can secure in any other manner.

2. Then there is the shop which employs none but union members because the employer fears to incur enmity of the labor organization to which his workmen belong.

In both of these cases the employer sooner or later establishes or accepts a definite policy of employing only union

members and incorporates this policy into an agreement with the union.

3. Other employers, while agreeing with the union upon the terms of the labor contract, refuse to concede the exclusive employment of union members. Such employers may concede a definite percentage, may show a preference for union men when other considerations are approximately equal (which may result in a shop with 100 per cent. union membership), or may exercise a preference for non-union men though employing them at union terms.

4. Some employers, through necessity, deal with their workmen only as individuals. This may be either because the workmen have no union or, if they have, because it is weak and unrepresentative of employees in that class of work.

5. Still others, through choice, insist upon dealing with workmen only as individuals, yet do not refuse absolutely to hire union members. Employers in this group are not indifferent to unionism but rather pursue a watchful policy, using means to weaken its union when the membership in the shop becomes threatening and ignoring the organization entirely when its representation in the shop is too small to cause concern.

6. Then there are employers who not only refuse to deal with unions but who will not knowingly employ workmen who are union members. They will even dismiss employees immediately upon learning that they are members of a labor organization.

7. Finally, the unions themselves occasionally introduce further complications by refusing to permit their members to work in shops on strike or in shops declared unfair for any other reason.

Even such a classification does not exhaust the possibilities for confusion in the popular discussions of open shop versus closed shop. For while it is popularly assumed that all unions pursue the same policy with respect to the degree of control they exercise over the supply of men in their trades, such is not the case. Some unions have no apprenticeship regulations and only nominal initiation fees. They admit, without prejudice, any workman who can demonstrate his ability to perform the duties required in the trade. Other unions restrict their membership by refusing to admit qualified workmen except upon payment of extortionate initiation fees which amount in their operation to an effective obstacle to union membership. This in

turn may mean at times an equally effective bar to employment at that peculiar trade. Still other unions limit the recruits to their trades by arbitrary apprenticeship ratios which are governed, more or less, by the needs of the trade, but which operate to maintain a monopoly of labor for the particular union members involved. Finally, some unions carry the restriction of apprentices to the extreme of limiting learners in the trade to the sons of union members.

These facts indicate the complexity of the problem of union relationship to industry. Yet how different is the interpretation often given to a discussion of this problem. The very attempt to simplify a complex situation often results in the omission of important considerations. That this is true of the question of open shop versus closed shop will be made clear by the following analysis.

From the employers' point of view, the closed shop is a "monopoly in favor of the particular members of the union which is a party to the closed shop agreement": not a "real monopoly" but one which is artificial and arbitrary because "outside its ranks there is a large supply of labor seeking employment, and it can maintain its monopoly only by preventing this potential supply from reaching its natural market and coming in contact with the correlative demand of the employer. . . . This prevention is accomplished in one way and in one way only-by the use of force and coercion in one form or another, either to keep the outsider from accepting employment or to keep the employer from accepting his services."1

Any employer who resists the demand for a closed shop "is said to have an open shop": a shop which "is free to all, to the union man as well as the non-union man."2

Trade unionists, on the contrary, claim that "there is no closed shop." "When confronted by persons who persist in speaking, in private and public, of the 'closed shop,' the trade unionists recognize by that sign that they are dealing with an enemy, employing the verbal ammunition of an enemy, distorting facts as an enemy, and without having the manliness and candor of a courageous enemy."3 Open shops, according to trade

<sup>1</sup> Walter Drew, "Closed Shop Unionism," in Bulletin no. 16, National Walter Diew, Obseu Burg, Change Change, Association of Manufacturers, p. 4-5.
 <sup>2</sup> W. H. Pfahler, in American Economic Association Publications, Third Series, vol. 4. p. 183, 186.
 \* Samuel Gompers, in American Federationist, vol. 18, p. 118.

unionists, "are in fact closed shops against union men and women."4 Or again, "In reality the open shop means only the open door through which the union man goes out and the nonunion man comes in to take his place."5

For the most part economic writers have adopted the employers' definitions of open and closed shop, without stopping to inquire whether or not there may be situations not covered by these two terms.<sup>6</sup> Others, looking a little farther into industrial relations, nevertheless use the one term, open shop, to describe any one of the following conditions: (1) A shop in which "union men or non-union men are hired indifferently"; (2) a shop "entirely filled with non-union men"; (3) a shop "open only to non-union men." No account is taken of the shops which could properly be classified under neither open shop as here defined or the employers' definition of closed shop.

Other writers, more careful of their terminology, accept the employers' definition of open shop but give a new name to the condition described by the trade unionists as an open shop in practice.<sup>8</sup> In a few instances attempts at a more exact classification have been made by economic writers. Professor Commons has made one such classification which meets some of the objections stated above. He says:

The closed shop would be one viewed from the side of the contract. and would be designated as one which would be closed against the non-unionist by a formal agreement with the union; the open shop as one, where, as far as the agreement is concerned, the employer is free to hire union or non-union men; the union shop as one where, irrespective of the agreement, the employer as a matter of fact, has only union men. Thus an open shop, according to agreement, might be in practice a union shop, a mixed shop or even a non-union shop. The closed shop would, of course, be a union shop, but the union shop might be either closed or open. 8

Marcus M. Marks has made a more minute classification in which, apparently, he has attempted to include all possible conditions of industrial relationship between labor and capital. His

<sup>4</sup>W. E. Bryan, in American Federationist, vol. 19, p. 321. <sup>6</sup>Clarence Darrow, quoted in Current Literature, vol. 51, p. 654. <sup>6</sup>For example, Professor Taussig, after discussing the closed shop says, "The alternative is the open shop in which the employers deal with their laborers individually, or at least deal with them irrespective of their being members of the union." Principles of Economics, vol. II, p. 269. Most writers of economic texts follow Taussig in this classification. <sup>7</sup>C. W. Elict, Future of Trade Unionism and Capitalism. p. 62-63. <sup>8</sup>F. T. Carlton, History and Problems of Organised Labor. p. 122, defines open shop as follows: "An open shop is one in which union and non-union men work, or may work, side by side. No discrimination is practiced against union or non-union men." Professor Carlton then divides other shops into anti-union shops closed to union men, closed shops with open unions, and closed shops with closed unions. <sup>9</sup>Labor and Administration. p. 89-90.

definitions are as follows: (1) The anti-union shop where the employer is "emphatically and frankly opposed" to the organization of his workmen. He will not knowingly employ a union man and will discharge those who join unions at any time. (2) The shop which is open because there is no union for the workmen to join. (3) The "typical open shop" where the employer is indifferent, neutral, or even friendly toward the union but will not grant it an agreement. Neither does he discriminate against union members. (4) The open shop which employs both union and non-union workmen but where the union either signs an agreement with the employer or reaches a mutually satisfactory understanding with him. (5) The union shop, all of whose workmen are union men though the employer may not even know of the existence of the union. At any rate he does not grant it recognition. (6) The closed shop with the open union. The employer is free to hire whomsoever he chooses provided they join the union at once. The union of course receives recognition. (7) The closed shop with the closed union. New workmen are obtained only by application to the business agent of the union and if an employee loses standing with the union the employer agrees to discharge him upon the request of the union.10

But why call a shop "open" if the employer deliberately hires none but non-union men? Or why speak of a union shop if the workers therein give so little attention to their organization that the employer does not even know of its existence? And surely there is a very great difference between the "open shop" which refuses to recognize the union and the one which, while hiring non-union men as well as union men, gives the union a voice in the determination of the conditions under which its members work.

Furthermore, we are accustomed to think of the open shop as the typically American, man-to-man method of agreement upon the terms of the labor contract. We picture the individual employer discussing with the individual workman the job in question, each trying to drive a good bargain in typical American fashion. But open shop, so-called, is often established, not by the action of an individual employer, but by the decision of an employers' association, some of whose members may even be

<sup>10</sup> Independent. May 26, 1910. Even such a detailed classification is not exhaustive for it makes no mention, for example, of the shops closed to union men by the union itself.

enjoined by court action from exercising their individual wills in determining relations with their employees, without suffering severe indemnities to the association.

Frequently, the employers' association supplies individual contracts to its members with instructions not to hire any workmen who refuse to sign them. A typical contract of this nature reads as follows:

I, the undersigned, in consideration of the signing of a protection agreement . . . do hereby agree as part of the consideration thereof:

I shall not directly or indirectly counsel, <sup>1</sup> advise, participate or aid in the declaration of any strike against the business of any present or future member of said Association, nor in the establishment or con-tinuance thereof, nor in any measure, financial or otherwise, designed to make it effective. . . .<sup>11</sup>

A part of such individual contract or a supplementary contract may even go farther in limiting the activity of the individual worker. In the case cited above one form of contract, supplied to the employers by the association with instructions to require every employee to sign it, read in part as follows: "You represent to us that you are not a union man and agree not to hereafter join any union without our written consent."12

Very often too the practice of open-shop employers' associations in maintaining permanent employment bureaus or agencies creates an effective bar to the active union man. In speaking of the requirements of an applicant seeking employment through such a bureau one writer who is in sympathy with the method says:

He is required to give a complete record of himself, including the reasons why he left the shops where he was formerly employed. All the facts about him are put on a card which is kept in permanent card catalogue. The secretary of the agency makes an investigation of the man's record. . . In this way the employers find out who the dis turbers are, and they are kept out of the shops.<sup>13</sup>

These examples could be multiplied many times to show that the open shop is not always free to all, the unionist as well as the non-unionist; and that on the other hand the closed shop is not always kept closed by the use of force or some form of coercion. Neither is it true that all shops recognizing the union are kept open by the union nor that all open shops are closed to union members. It appears quite clear, therefore,

<sup>11</sup> H. E. Hoagland. Collective Bargaining in the Lithographic Industry. p. 95-6. <sup>12</sup> Ibid. p. 96. <sup>13</sup> J. F. Marcosson, in World's Work, vol. II, p. 6963.

27

that we must reject the classification of open shop and closed shop if we are really desirous of finding names which are accurately descriptive.

In the early history of unionism in this country the terms open shop and closed shop were not used. Then shops were either "union" or "non-union": union if the organization had a voice in establishing working conditions; non-union if it did not.<sup>14</sup> Occasionally non-union shops were designated as scab or rat shops if the employer kept union men out. For the most part union shops were open to non-unionists as well as to union members for the unions of those early days had a naïve idea that they could legislate for the entire trade, whether or not they controlled the supply of labor in the trade.

Gradually the unions learned the necessity of bringing pressure to bear upon recalcitrant employers and hence they began to refuse to permit their members to work in shops on strike. The "closed" shop was one closed to union members.<sup>15</sup> It became an "open" shop when the union declared the strike off and permitted its members to return to work. Somewhat later the union, upon winning a strike, stipulated in the terms of peace that the shop be closed to non-unionists. The employers seized this conception of closed shop unionism and have since made it the chief point of attack in their anti-union propaganda.

The publicity given to the open shop movement of the past fifteen years has made it appear that there are but two kinds of shops to be considered: the closed shop which keeps out the non-union workman, and all others, collectively called open shops.<sup>36</sup> At the time the terms were first used they may have been not far from accurate in their decription of existing conditions. But certainly since that time the methods used by some of the so-called open shop employers' associations have made necessary a new classification of terms to fit present conditions. The Federal Commission on Industrial Relations has recognized this need and it is interesting to note that the *one* resolution which the commission adopted by unanimous vote read as follows:

Whereas the commission finds that the terms "open shop" and "closed shop" have each a double meaning, and should never be used without

<sup>14</sup> I. F. Stockton, Closed Shop in American Trade Unions. p. 14. <sup>15</sup> Ibid. p. 14.

<sup>16</sup> The open-shop movement has attained such proportions that openshop schools and open-shop employment bureaus are very common. Openshop literature is voluminous in amount. We even hear of Los Angeles. and Washington as model open-shop cities.

telling which meaning is intended, the double meaning consisting in that they may mean either union or non-union: Therefore, for the purposes of this report, be it *Resolved*, That the Commission on Industrial Relations will not use the terms "open shop" and "closed shop," but in lieu thereof will use "union shop" and "non-union shop." The union shop is a shop where the wages, the hours of labor, and the general conditions of employment are fixed by a joint agreement be-tween the employer and trade union. The non-union shop is one where no joint agreement exists, and where the wages, the hours of labor, and the general conditions of em-ployment are fixed by the employer without cooperation with any trade union.<sup>10</sup> union. 17

This distinction is essentially that made by trade unionists themselves. In a recent editorial in the American Federationist Mr. Gompers outlines the case as follows:

When an employer forms a treaty with the union, formal or tacit, his shop is union, even if the union consents for the time being not to disturb any non-union men among the employees. If the employer will not treat with the union or pay the union scale, his shop is non-union though among its employees may be union members. The deciding point as to whether a force of employees is union or non-union is the em-ployer's actual recognition of union regulations.<sup>18</sup>

Are not the terms union shop and non-union shop more accurately descriptive than the terms open shop and closed shop? It is not the presence of union members in a shop that is important but rather their activity in securing or demanding a voice in the determination of the conditions under which they work.

Should we adopt this classification, there would be two sets of distinctions to be kept in mind. First, that between the union shop and the non-union shop: the union shop being one in which the union is a party to the wage bargain and the nonunion shop being one in which the employer refuses to deal with labor in its collective capacity. Thus far we accept the classification suggested by the trade unionists. But there is a second distinction, equally important, which the trade unionists are not so ready to admit. The union shop may be either closed or open. Most unions accept the principle at least of the closed union shop. Whether or not they insist upon its enforcement depends upon expediency. In a few instances, notably in the transportation industry, open union shop seems to operate fairly successfully. Here the whole competitive field is covered by the agreement. The association of employers and the union fix, by joint action, the terms of employment for every position within this field, whether occupied by union members or non-

17 Final Report. p. 265. 18 American Federationist, vol. 17, p. 885.

unionists. The conditions essential to the success of the open union shop are: (1) The presence of a strong and well disciplined organization on each side; (2) the same scale of work and wages for both unionist and non-unionists; and (3) the settlement of all complaints, whether affecting union members or other workmen, by joint action of representatives of the union and the employers' association. In other words the union must act as the agent of all workers and must be protected from undercutting by non-members.

The non-union shop may also be, temporarily at least, either open or closed. If the employer does not fear the growth of unionism, he may not discriminate against union members in hiring workmen, even though he refuses to deal with them as such. On the other hand the employer may choose to keep union members out of his shop. In this case it seems that the only proper term to apply is closed non-union shop.<sup>19</sup> The employer is generally opposed to the closed union shop and almost never grants it voluntarily. When he is forced to grant such terms to the union he often considers the agreement merely a truce to be broken when opportunity offers. The temporary locus of the balance of advantage determines whether or not closed union shop shall operate. In many instances prosperous times bring closed union shop agreements. In succeeding dull periods the aggressive union members are dismissed and the remainder give up their affiliation in return for the retention of their jobs.

In passing judgment upon the closed union shop we should distinguish carefully between the closed union shop maintained by the open union and that maintained by the closed union. Obtaining membership in an open union is analogous to securing citizenship papers in a democracy. In both no groups are excluded except those whose members cannot attain the standards set for the entire organization. In each case individuals are excluded whose past conduct has been inimical to the welfare of the group. And in both the democracy and the open union qualified applicants for membership are admitted as soon as they satisfy the minimum requirements of admission. The

<sup>19</sup> The same name would necessarily be applied, of course, to the shop which is temporarily closed to union members by the union itself on account of strike or other disagreement with the employer. However, these cases are relatively rare and can be described when necessary by a statement of the conditions surrounding them.

closed union shop maintained by the open union has many supporters among economists and other members of the so-called third party to industrial disputes.<sup>20</sup>

Closed union shop maintained by a closed union, on the other hand, is wholly indefensible from the standpoint of social judgment. It operates for the benefit of the few and those few not always the most competent or the most deserving. Trade unionists themselves recognize the indefensibility of such a situation and for the most part deny the existence of the closed union. It is undoubtedly true that the practice of patrimony to keep down the numbers in a trade and the maintenance of prohibitive initiation fees or other artificial restrictions upon the entrance of competent workmen into a given industry are losing ground among union leaders themselves.

Likewise the closed non-union shop is equally indefensible unless we insist upon a very narrow interpretation of the sacredness of private property and the right of its owner to do with it as he wills. The spy systems used by some employers not only drive out of employment the trouble making agitator, but they keep all workmen in a state of mind which can hardly be described as fitting for liberty loving citizens of a free country. Employers agree that the closed non-union shop is indefensible. At least they are accustomed to deny its existence. It has been a very effective weapon in the hands of employers who have wished to establish what they have called open shop. It is harder to detect than the closed shop maintained by the closed union for its success depends to a large extent upon its secrecy, other pretexts being used as excuses for the dismissal of active union members.

Open shops, whether union or non-union, are essentially unstable.<sup>21</sup> The union employees continually attempt to organize the non-union workers and to establish closed union shop. The employer is equally anxious to prevent the complete unionization of his shop and will often resort to dismissal of active unionists if their activity seems to promise success.

<sup>20</sup> Professor Seligman, for example, after expressing himself as favorable to trade unions, says that unless the condition described here as closed union shop is maintained, the union itself will often cease to exist. *Principles of Economics*. p. 441. Professor Fetter, on the other. hand, opposes closed union shop in any case and relies upon public sympathy to secure for labor higher wages when necessary. *Principles of Economics*. p. 250.

<sup>21</sup> The transportation industry is apparently an exception to this rule for the reasons given above.

In conclusion, the writer believes that because our present use of the terms open shop and closed shop is misleading and is not accurately descriptive of industrial relations in modern industry, we should eliminate these terms from economic discussions. As substitute terms we should adopt union shop to describe the establishment in which the union is a party to the wage bargain and non-union shop to describe the establishment which refuses to deal with labor organizations. The closed union shop would then correspond to what is now called the closed shop. While to avoid the confusion which arises under the present use of the term open shop, we would use three terms, open union shop, open non-union shop, and closed nonunion shop, according to the degree of recognition given the union by the employer and the extent of his efforts to keep union members out of his establishment.

### THE OPEN VERSUS THE CLOSED SHOP '

The first essential in this discussion is a definition of terms. By closed shop I understand an establishment in which only union members are employed in those occupations in which unions exist. By an open shop I understand an establishment in which membership or non-membership in a union is not considered either in the employment or the discharge of workers. In an open shop no preference is indicated for union or non-union employees. The greatest difficulty in this whole matter is that many establishments are advertised as "open shop" in which union members are not allowed or are tolerated only on condition that they remain inactive in relation to labor organization.

To be accurate, we must recognize, not two, but five different kinds of "shops," with reference to their attitude toward trade unions:

I. The closed shop-exclusively union.

2. The preferential (union) shop—union members receiving preference in employment and layoff.

3. The preferential non-union shop—union members admitted in small numbers and restrained from organization activity.

4. The non-union shop-no union members employed; often

<sup>1</sup> Rev. F. Ernest Johnson, Research Secretary, Federal Council of the Churches of Christ in America. Industry. 2:10. October 1, 1920.

falsely called "open shop"; more appropriately called "employers' closed shop."

5. The open shop—no preference shown.

If the term "open shop" is used in the strict and original sense I am in hearty accord with the statement which INDUS-TRY has been promulgating: "The open shop gives all workers, regardless of race, color, politics, religion or fraternal affiliations, a chance to work side by side." The true open shop not only represents the sounder industrial policy, but is ethically right. Coercion in the matter of union membership is undemocratic and intolerable whether it comes from one side or the other. It is a mistake, however, to add that the constitution guarantees freedom in this matter. The constitution is silent on the subject and I know of no provision in it which could be so interpreted. We are dependent, rather, upon our sense of justice.

It is frequently claimed that ultimately the only alternative to a non-union shop is a closed shop, since labor will insist on control wherever it is allowed a free hand in organizing. This might have been claimed with some reason prior to the President's First Industrial Conference of last year. In that conference, however, as has been publicly related, the labor group, which represented organized labor in a thoroughly official way, definitely agreed to abandon the "closed shop" principle in return for the mere right on the part of the unions to represent their constituency in bargaining with employers. The employers refused all concessions, however, and for that reason the closed shop issue continues to be raised. It seems sufficiently clear that the main contention of organized labor is not against the open shop but against the non-union shop and what I have called the preferential non-union shop. The strong opposition to the open shop as characterized by INDUS-TRY comes from employers who insist on preventing their workers from organizing.

The prevailing philosophy among employers is still, I should say, individualistic to the point of insistence upon the employer's right to run his shop in his own way. In politics that philosophy has given place, at least in theory, to democracy. From the point of view of Christian ethics it is discredited also as applied to industry. The most ardent believer in labor rights might well hesitate to say that the workers in every industrial establishment should be unionized. There

33

are many establishments in which all attempts at unionization would be thwarted by the workers themselves. But by what reason is the right of this particular group to remain out of the union respected and advertised while the right of another group to affiliate is denied? A principle that is valid works in all directions. If democracy is to be taken at all seriously the ethical obligation of the employer would seem to be clear; he must give his workers freedom to choose their form of organization, stipulating only that as he refrains from coercing them so they must avoid coercing their fellow employees. If he dislikes or distrusts the union he has one very simple course open to him-he may undertake to offer his employees an alternative with which they will be better satisfied. But if he chooses for them, and tries to impose his will upon them he is to that extent an autocrat and the present currents of industrial life are likely to presently sweep him aside.

Ethical consistency demands that labor unions clamoring for the closed shop and employers maintaining shops closed against the union should fall under the same condemnation. Where judgment is not thus impartially given labor naturally denounces the advocacy of the "open shop" as fraudulent and pernicious.

## THE OPEN SHOP'

When William H. Barr, President of the National Founders' Association, describes the progress of the open-shop campaign as "a stimulant to the patriotism of every one," he is dealing in snivelling hypocrisy at a time when honesty and frankness in all economic matters were never more necessary.

The champions of the open shop are not actuated by any patriotic impulse whatever. They believe that the open shop is more profitable to themselves than the closed shop and that to destroy the unions would put money in their pockets. That is all there is to the controversy. The open shop advocates wear a mask of patriotism because they are afraid to meet the economic issue.

A nation-wide campaign has been inaugurated against organized labor. The plans were all laid during the Presidential contest, and the Harding majority was interpreted as evidence that public opinion has swung holly to the side of reaction.

<sup>1</sup> Editorial. New York World. November 19, 1920.

Associations of manufacturers and their professional walking delegates have been boasting that the Harding administration would be an open shop administration, and, curiously enough, union labor helped to furnish the votes that provided the Harding majority.

Undoubtedly public sentiment is not at the present overfriendly to organized labor, and organized labor itself is largely to blame. To say that it has behaved badly during the last two years is to state the case with extreme moderation. In many industries it has been a bold and shameless profiteer, arbitrarily raising wages beyond any reasonable limit and deliberately stifling production. In other instances it has followed such corrupt and venal leadership as the Lockwood committee investigation has disclosed in the building trades of New York, where crooked labor bosses were in partnership with crooked contractors to plunder builders and rent-payers.

It cannot be said that all organized labor has abused its power, but there has been enough of it to create a strong popular prejudice against the unions. The attitude of many of the labor leaders has been the old familiar public-be-damned attitude that Wall Street used to assume before it learned its lesson, and the open-shop propagandists are now engaged in capitalizing for their own pockets the public reaction against trades-union despotism.

As a matter of principle, there is much to be said in favor of the open shop, but we should prefer to have it come from the non-union men themselves. The organized employer advocates of the open shop are not concerned at all with principle, however vociferously they profess to be. What they want is a labor market in which they can dictate wages, hours of employment and working conditions, regardless of the social consequences of such economic tyranny. They want to treat labor as part of the raw materials of their factories, to be bought at their own price and used as they see fit. That is all there is to the organized campaign in behalf of the open shop, which increases in confidence as industrial conditions become more unsettled.

The attitude of its advocates is well illustrated by further remarks of the President of the National Founders' Association when he demanded the "complete elimination" of the labor clauses from the covenant of the League of Nations. As it happens, these clauses are not part of the covenant: they

are part of the treaty of peace, and they represent the most enlightened thought of the world in regard to the international relations of labor. Nothing could better define the real aims of the open shop propaganda than its avowed antagonism to the labor section of the Treaty of Versailles.

An organized and well-financed open shop campaign can create a great deal of industrial trouble in the United States and add immeasurably to the difficulties of reconstruction, but it will never succeed except by wrecking the industrial fabric of the country, because there is no real honesty and sincerity back of it. There is nothing back of it but greed and sordidness, and in the long run greed and sordidness canot dictate the economic policies of the American people.

#### "OPEN" SHOPS AND OTHERS 1

The industrial platform of the Chamber of Commerce of the United States adopted by almost a unanimous vote is an assertion of the employer's position rather than a very substantial contribution to the solution of real problems in industrial relationships. It is interesting to note that the largest negative vote—54, against an affirmative vote of 1568—was cast on the question of "outside" representation of labor. The platform's ninth "principle" embodying it reads:—

When, in the establishment or adjustment of employment relations, the employer and his employees do not deal individually, but by mutual consent, such dealing is conducted by either party through representatives, it is proper for the other party to ask that these representatives shall not be chosen or controlled by, or in such dealing in any degree represent, any outside group or interest in the question at issue.

This seems to be a declaration for the "shop" union, as against the affiliated union; that is, for an interpretation of collective bargaining in sharp contrast with that of organized labor in general, of many publicists and of the second national industrial conference. It is a decided modification of the "principle" in favor of "adequate means satisfactory both to the employer and his employees, and voluntarily agreed to by them," for discussion and adjustment of employment relations.

The platform's definition of open shop operation—"the right of employer and employee to enter into and determine the conditions of employment relations with each other"—leaves

<sup>1</sup> Editorial, Springfield (Mass.) Republican. August 4, 1920.

36

something to be desired. Some economists, indeed, as well as some labor leaders, deplore the use of the terms "closed shop" and "open shop," as misleading, preferring to speak of union and non-union shops, meaning by the former term shops in which labor unions are consulted, or bargained with, in respect to wages, hours, etc., and by the latter those in which the union is not recognized.

These terms can be divided into open and closed union shops, in the latter of which only union members are admitted, and open and closed non-union shops, in the latter of which no union members are admitted. Again there are closed union shops with open unions, admitting applicants freely upon conformity with simply requirements, and closed union shops with closed unions, or unions which admit to membership under conditions that are practically prohibitive. Little ingenuity is required to conceive of other variations, and quite as important is the fact that circumstances alter cases so that nominal shop conditions are often unlike the real conditions, while in many shops conditions are constantly changing as the union or non-union influences vary in strength.

The tendency of a union shop is toward becoming practically a closed union shop, or closed shop, as the term is often employed. Given recognition of the union and agreement upon wage scales and working conditions affecting all the employees of the trade within the establishment, it is easy to see that the non-union employee becomes a beneficiary of an organization to which he is not a contributor. The lines of least resistance would ordinarily.lead him to join the union, if it were "open," as most unions are. A concerted fight of employers against the closed shop, under such circumstances, is regarded by labor leaders as really a fight against the union itself—a fight for a non-union shop, which may or may not be "closed."

Labor unionism has passed beyond the point where the issue can be regarded as sharply cut between unionism and non-unionism. The conflict is rather over possible abuses of a generally accepted principle or unjustified resistance to its application. Revolutionary labor theories of the irreconcilable quality of the relationships of employer and employee, and oldfashioned resistance by employers to the organization of employees in affiliation with "outsiders" are twin obstacles to harmonious adjustment.

### OPENING GUNS IN THE OPEN-SHOP WAR<sup>1</sup>

Shots that will be heard-if not around the world, at least throughout the length and breadth of the land-have been fired in the open shop war which has been looming for months and whose preliminaries were discust in these columns a few weeks ago. The fight is on in two important industries-steel and clothing. After all the revelations brought out by the Lockwood Committee in New York of extortion and blackmail by labor leaders trying to force the closed shop, comes the news that the Bethlehem Steel Company is not only following the open shop gospel itself, but is steadily following the policy of selling no steel to builders who will not adhere to the open shop principle. In the men's and boys' clothing trade employers have broken with the union in New York and Boston; they have insisted on lower wages, the piece-work system, open shop conditions, and greater freedom to "hire and fire," and they have issued statements accusing the unions of "Sovietism." The workers, in turn, have demanded a joint survey of wage-conditions as preliminary to any readjustment, and they have charged the manufacturers with "attempting to take advantage of existing conditions to return to old-time sweat-shop conditions." Some newspaper writers find it hard to decide whether the cessation of work in this industry is a strike or a lockout. And since the open shop is here but one of several issues, many of which are not clearly defined, the press in general prefer to await further developments before discussing the precise bearing of this particular labor battle upon the open shop movement. But when Eugene G. Grace, president of the Bethlehem Steel Company, admits on the witness-stand that his great concern has for months been forcing customers to employ non-union labor or go without steel, editors generally admit that the open shop war is on in earnest; and it must be added that to a remarkable degree they seem to unite in declaring that the Steel Company has gone too far.

Mr. Grace's admissions were brought out piecemeal in the course of a long examination by Samuel Untermyer, counsel for the Lockwood Committee and incidentally the largest individual stockholder of Bethlehem steel. Mr. Grace made a point of

<sup>1</sup> Literary Digest. 68:12-13. January 1, 1921.

avoiding definite expressions of fact or opinion, but at the conclusion of the examination, so the New York World sums it up, the admission had been forced "that he, personally, the Bethlehem Steel Company, the Bethlehem's subsidiaries, and practically all the steel interests of the country are endeavoring to kill off union labor and to create non-union shops if human ingenuity can do it." The day before, building contractors had told how they had been working as "union" organizations and found themselves unable to continue buying steel direct from the fabricators. They testified that their personal appeals to the heads of the Bethlehem Steel Company were in vain, that they were given to understand that unless they continued on a nonunion basis they could get no steel, and that in some cases they were compelled to let open shop erectors do steel work for them at a considerable increase in cost. An "iron league" has heen formed of erectors who hold to the open shop policy, and, according to these witnesses, its members have no difficulty whatsoever in getting steel from the United States Steel Corporation. Bethlehem, and other large fabricators. Building in New York is said to have been made more costly by these conditions and to have been held up seriously. Moreover, as the New York Times sums up part of this testimony-

Robert P. Brindell, of the Building Trades Council, benefited by the "open shop" war of the steel fabricators. Since the Iron League refused to permit steel to be put up except under open-shop conditions, Brindell was able to threaten strikes on the charge that non-union men were doing the steelwork. In this way he levied tribute on builders for permission to have the steelwork continue to go up under open-shop conditions.

When Mr. Grace was asked what he thought of the situation created by the Bethlehem open-shop policy he answered: "I think it is the proper thing to protect, the open-shop principle." The next day the answering shot came from the union-labor ranks. Samuel Gompers reminded newly elected union officials of the necessity for standing loyally by the labor movement, particularly at a time "when there is so much effort made in the direction of reaction and the destruction of the labor movement, when the challenge has been thrown to labor by employers as it has been for the last few days. American labor accepts this challenge."

When Mr. Grace says that "any character of relations or association to support and protect the open-shop principle of

giving service by any character of laboring man in this country is a good thing," he has the full editorial approval of the Buffalo Commercial, which says:

It is just as unfair to condemn the Government of the United States for refusing to sell goods to the Russian Sovernment of the United States for refusing to sell goods to the Russian Soviet Republic as to condemn the United States Steel Corporation and the Bethlehem Steel Company for declining to sell fabricated steel to closed-shop builders. The reasons for refusing to enter into relations with the Bolsheviki are exactly the same as exist in the steel business. The Russian "Reds" have been try-ing to spread their propaganda throughout this country. They have been trying to go and the refution the subscreent possible with the intertion ing to spread their propaganda throughout this country. They have been instigating revolutionary movements wherever possible with the intention of undermining and blowing up our democracy. A year ago last Sep-tember, union labor under the leadership of Foster, the syndicalist, and Fitzpatrick, the Chicago radical, aided and abetted by the American Fed-eration of Labor, sought to get control of the steel industry in America with the view of ultimately extending their power over every industry that uses some form of fabricated steel in its business. The strike that was then organized failed through the active and intelligent opposition of the very men who are today refusing to give organized labor a chance to engineer another strike for power. The vital principle that the Bethlehem Steel Company is fighting for must be carried on exactly as it is being done today. The time for temporizing has long passed.

temporizing has long passed.

But such unreserved applause is conspicuous by its rarity. Some editors are careful not to commit themselves too deeply. The New York Tribune, for instance, calls the situation "A Mutual Lockout":

The unions will not sell their labor to concerns employing non-union labor. The company will not sell its steel to concerns which deny to non-unionists a chance to get jobs. Boycott is thus met with boycott. It is difficult, if not impossible, to condemn the one side without con-demning the other.

The Bethlehem policy, similarly observes the New York Commercial, means that "what is sauce for the goose is sauce for the gander." "There may be the claim of right behind Bethlehem Steel's attitude in refusing to provide materials" for closed-shop contractors, but, adds The Commercial carefully, "that it is a moral right will not be universally conceded."

But a large number of dailies, many of them conservative, and in general friendly to the open-shop principle, are convinced that Mr. Grace is going altogether too far. Mr. Grace is "overvaluing a principle," is the way the Buffalo Express puts it; he is "fighting minority tyranny with despotism," according to the Brooklyn Eagle, which finds "despotism by organized capital as reprehensible as minority tyranny by organized labor." The Rochester Democrat and Chronicle contends that there is no more justice in trying to force the open-shop policy "on concerns that prefer to employ only union labor than there would be in union-labor leaders trying to force the closed-shop

principle on the Bethlehem Steel plants." Similar observations come from the Boston Transcript, the Syracuse Post-Standard, the Newark News, and the Louisville Courier-Journal. The New York Journal of Commerce, an organ of business and finance, admits that-

Any attempt for any reason on the part of steel manufacturers to interfere with the right of contractors to determine their own labor policies interfere with the right of contractors to determine their own labor policies is too closely similar to an effort on the part of labor in the building or other trades to dictate the labor policy of the steel industry to appeal to the impartial observer. The contractor is said to nd it to the in-erest of efficient production in his business to employ union labor even if in so doing it is necessary to acquisese in the closed-shop principle. If this is the case it is desirable both from the standpoint of abstract right and of public interest that he be free to do so.

It seems to the New York Globe that while New-Yorkers may be properly concerned over the possibility that the Bethlehem policy has in some cases "increased the cost of building here by from 5 to 10 per cent.," there is a much more significant angle to the situation. In general, says The Globe, the union has given labor a weapon without disarming capital and has thus created a balance of power, and it adds:

The open shop as the steelmakers propose to create it apparently means the destruction of this balance. It is for this reason that the action of the steel manufacturers takes on a more sinister aspect than even the most determined and widespread labor movement.

Likewise, the New York World sees the "Brindells of Big Business" taking their place "alongside the Brindells of Organized Labor." "The main moral and economic distinction between the coarse Brindell methods and the refined Grace methods was that the labor autocrats collected their pay in cash and the steel autocrats collected their pay in the form of dividends out of sweated immigrant employees." In the World's opinion, "the Brindellism of big business is even more of a public menace than the Brindellism of organized labor." and it proceeds to develop this thought in another editorial:

When manufacturers undertake to dictate the particular kind of labor that purchasers of their products shall employ they have but one step to take before limiting builders and owners as to the use and the occupancy of their properties. Aside from the intolerable tyranny of this situation as respects capital, labor, and housing in New York, the atti-tude of the steelmakers confirms everything charged against them last year at the time of the strike and since substantiated by the report of the Interchurch Committee. Thus the existence of an industrial autocracy which defies Congresses and snubs Presidents easily becomes a menace to great populations far removed from its thundering mills and squalid camps of imported labor. At great cost it supprest the effort of its employees to better working conditions.

conditions.

Naturally, to a socialist paper like the New York *Call*, the newly revealed attitude of Bethlehem Steel and other steel concerns gives it a ready answer to conservative editors who have been denouncing the "one big union" and "direct action." Here is a "One Big Union" which "believes in solidarity of all unions of capital, stands for the sympathetic strike of capital, and observes the policy of penalizing any other capital unions that scab upon the one big union. It believes also in direct action for the control of government for its own purposes."

a shat tony over & burries of hohen alordene. Celebrate source in set

ment of the line of the second second second of the law we

Louis relieve ( and the second second

# AFFIRMATIVE DISCUSSION

### THE CLOSED SHOP<sup>1</sup>

Back of the demand for the closed shop there are thirty or forty years of history. The workingman knows what his condition was prior to the closed shop. He knows that he could not possibly have attained his present standing without the closed shop.

Thirty-five years ago I worked as a typesetter on a daily newspaper. We went to work at one o'clock in the afternoon and worked until about five o'clock; then we went to work again in the evening at about seven o'clock and worked until half-past three or four o'clock in the morning—about eleven or twelve hours a day, generally seven days a week. In the course of that week I was able to earn as high as twenty-one dollars. There were a few shifts who could earn more than twenty-one dollars.

Twelve hours a day for fifteen to twenty dollars a weekthis was the prevailing wage for printers thirty-five to forty years ago. About twenty-five years ago there came a great improvement in typesetting-the invention of the linotype. There was a great disturbance in the printing craft-it was thought that possibly women would come in to take the places of the men. But it was arranged between the union and the publishers' association that the old printers who had been setting type by hand should have the first opportunity to learn the linotype: that there should be set up a certain standard of efficiency: that they should have a certain number of months during which they might attain that standard of efficiency; and, most important of all, the hours of labor were reduced from eleven and twelve to seven and eight. Afternoon work was cut out and there was only night work, and gradually the wages rose much higher than they had been before for the twelve-hour day. The efficiency of the linotype was so great

<sup>1</sup> From the speech of John R. Commons, before the convention of the Industrial Relations Association of America at Chicago on May 21, 1920. Survey. 44:532-3. July 17, 1920.

that one man could turn out five times as much work as he could formerly by hand. The introduction of the eight-hour day instead of the twelve-hour day, the increase of wages, the prevention of substitution of woman and child labor for skilled mechanics; this is what the closed shop has done for the printing trade.

Now compare with this the experience in another great industry that has been revolutionized by machinery, in order to see still more clearly how the working man feels about the closed shop.

Down to 1892 the iron and steel industry was practically a closed shop industry. In 1892 came the great Homestead strike. The iron and steel workers' union was defeated. The steel companies then adopted the non-union policy and with that policy they adopted the twelve-hour day and the sevenday week.

Furthermore, they succeeded in introducing the greatest labor-saving device that has ever been introduced in the steel industry—the continuous process by which the metal is not cooled off from the time it leaves the blast furnace until it ends in structural shapes and iron rails. The efficiency of labor was enormously increased but the workingman was reduced in his condition to a twelve-hour day and a seven-day week, on which he is kept, to a large extent, to the present time. That is what the open shop has done for the workingman in the steel industry.

The closed shop is an evil, but we have not a choice between, an evil and a perfect remedy. What is the alternative before us? If we start in with an open shop or a non-union shop—I consider the two identical—and thus are enabled to destroy the union movement, we may listen to the promises of employers who say that they will pay their workmen more wages and that their condition will be better, but experience teaches us that this has not happened under the open shop in the past. We have before us the great contrast which I have just presented. Surely, we are safer when we base our program on experience than when we base it on promises. The workingman has been through this experience; he has seen the results and he has resorted to the only remedy that was effective.

The closed shop policy has not restricted the general progress of the nation. We must remember that the industry of

44

the United States is increasing its productiveness every year. Today we produce four times as much per capita as we did one hundred years ago. There is four times as much to divide. The closed shop has enabled organized labor and unorganized laborers to share the progress of machinery and the development of our civilization.

### THE CLOSED SHOP<sup>1</sup>

"The philosophy of the closed shop is based upon the belief that the welfare of the laboring classes is bound up with the device of collective bargaining, that the success of the expedient depends upon its universal application, and that no individual workman can be conceded rights that are inconsistent with the welfare of his class."

Advantages of Trade-Unionism.—Without attempting a thorough discussion of this subject, we present the following summary of the advantages of the trade-unions as cited in recent discussions of the closed shop.

The labor movement implies an orderly effort, not only to wrest concessions from the employer, but also to secure recognition from society. It is a movement which seeks to change the present standards by which the laborer's share in production is decided, and disputes the right of the employer alone to determine what fair treatment should be. It aims at industrial democracy and is in harmony with the world-wide tendency of the times.

The great consideration is to permit workmen to have a voice in the shop—to have control over the conditions of employment.

The trade-unions have achieved the gradual and steady increase of wages and the shortening of the working-day.

Trade-unions are coming to be recognized by employers as a permanent part of the industrial offer. In many trades in Great Britain the employers prefer to make terms with the trade-unions which shall apply to non-union workmen as well, rather than to make terms with each class separately. It is coming to be recognized as good policy to deal with the same form of organization and more and more to make that organ-

<sup>1</sup> William D. P. Bliss. New Encyclopedia of Social Reform. p. 851-3.

45

ization responsible, so far as may be, for meeting the obligations that are assumed by it for the workers in the trade it represents.

A well-organized union enables an employer easily to obtain efficient workmen; to make collective contracts, which are more satisfactory, cover a longer term, and more readily fulfilled than individual contracts; and it tends toward conservatism, and thus lessens the liability of strikes.

To seek to destroy unions because of their defects would be like attempting to abolish government because of its abuses. The unions with all their faults represent a forward stride of the human race. They cultivate a spirit of self-reliance and mutual assistance which ought to more than compensate for their faults.

As the unions become stronger and gain in experience, they tend to conservatism. The hard and stern conditions confronting them can be relied upon to keep them within bounds.

Union and Non-Union Employees.—The reasons why union men refuse to work in the same shop with non-union men, and which are at the root of the contention for the closed shop, may be summarized as follows:

A shop with union and non-union men is like a house divided against itself. There is a constant attempt to organize it entirely; an incessant struggle to disorganize it completely.

While accepting the union scale of wages when work is plentiful, the non-unionist will immediately lower wages as soon as work becomes more difficult to obtain.

It is easy to speak of the open shop in which the employer does not care whether his men are union men or not. But the union cannot accomplish its most important object unless the employer deals with it as a union. The employer cannot be made to enter into a collective bargain—and without the collective bargain the conditions of labor are hardly fixed by bargaining at all—unless the union comprizes practically all the men he wishes to employ.

Non-Union Workers.—Much attention is given in the arguments of trade-unionists to the character of the men who do not join the unions, with the view of showing that much sympathy is misplaced when bestowed upon these workers, who as alleged, are deprived of their liberty to contract for employment.

Some refuse to join because of intolerable conditions existing in a union. It is maintained, however, that when such conditions exist, the abuses should be prevented by action within rather than without or against the organization.

Another reason given for not joining unions is because of strong but mistaken ideals of persons who believe in individual action, in the right of every man to do as he will, no matter how it may affect his neighbor. This policy, it is maintained, is not practicable in a civilized community.

Another class of non-union workers, it is maintained, consists of persons who, purely through selfish motives, seek to share all the advantages secured by the sacrifices of the tradeunionists without bearing any of the burdens of incurring any of the risks.

Lastly, there is said to be a class of professional strikebreakers. These, it is claimed, are either dishonorably discharged unionists or they belong to the class of the criminals, idlers, and incompetents who are only willing to work or to make a pretense of working in order to defeat the ends of honest working men.

The Legal Right.—It is contended by trade-unionists that in their action for securing the closed shop they are doing nothing but what is lawful.

As free citizens the wage-earners have the right to work or to refuse to work, to make certain demands for their welfare, and to strike if the demands are not granted. An employee has the right to say that he will sell his labor on condition that he is not to work with obnoxious persons. In like manner, laborers can combine to sell their labor collectively and on the same terms. They do not deny the right of employment to non-unionists, but simply refuse to work with them.

The union workmen who refuse to work with non-unionists do not say in so many words that the employer shall not engage non-union workers. The dictum of the trade-union is not equivalent to an act of Congress or of a state legislature prohibiting employers from engaging non-union men. What the unionists in such cases do is merely to stipulate as a condition that they shall not be obliged to work with men who, as non-unionists, are obnoxious, just as they shall not be obliged to work in a dangerous or unsanitary factory, for unduly long hours, or at insufficient wages.

The Moral Right.—The trade-unionists claim that they are not only legally but also morally justified in refusing to work with non-union men.

Society makes right that which will accomplish the most good for its members as a body.

If it is wrong to ostracize or to refuse to associate with craftsmen who are indifferent to their common welfare, then it is equally wrong for professional men to shun others of their calling accused of unprofessional conduct, and it is wrong for merchants to taboo other tradesmen who disregard the ethics of their business.

In modern industry working men do not act as individuals contracting with employers. The workingman of to-day belongs to a group, and whether he will or not, acts with his group and is treated like others of his group. He works the time worked by the others, receives the wages paid the others of his class, and obeys the regulations made for his group. His employer does not know that he exists, but simply knows that so many hundreds or so many thousands of men of his type are employed at a given wage, for a given number of hours, and under certain given conditions. What affects one of his class affects all.

Just as the individual owes a duty to society, so also, tho in a less degree, he owes a duty to his class. The non-unionist has no moral right to seek his own temporary advantage at the expense of the permanent interests of all working men.

If the union has a right to exist, which is no longer denied, it has a right to insist on those conditions which are necessary to its existence; and it cannot exist if non-union men are permitted to take the jobs of union men.

### THE UNION SHOP AND ITS ANTITHESIS'

The synonyms for "union" shop and "non-union" shop respectively are "democracy" and "autocracy." In the union shop the workers are free men. They have the right of organizing in trade unions and to bargain collectively with their employers through representatives of their own choosing. Employees in the non-union shop are like cogs in a machine. They have

<sup>1</sup> Pamphlet by Samuel Gompers. July, 1920.

nothing to say as to the conditions under which they will work, but must accept any wages, hours and working conditions that may be fixed arbitrarily by the employer.

A non-union man who accepts employment in a union shop has the privilege of joining the union which has a voice in determining with employers the wages, hours and conditions of work. He is given time in which to make application, if he so desires.

No union man, if known, is permitted by the employers to work in a non-union shop.

Men who believe that the Chinese Exclusion law should be repealed, who believe that Literacy Test should be repealed, who believe that hordes of illiterate immigrants from southeastern Europe should be permitted to enter the United States as freely as citizens of this country pass from state to state, are the men who object to the union shop. They believe in autocracy in industry. They hope to use these hordes to lower the standard of living of the workers of the United States. Furthermore, they will fight to the last ditch to prevent the taking away from them of the arbitrary power of dictating wages, hours and conditions of employment to the workers in their employ.

Most relentless propaganda has been used to discredit the union shop and to hold up to the public the great benefits of the non-union shop. No more malicious misrepresentation of a desirable condition in industry ever was launched. It began in the early 1900's when a number of associations were formed to destroy the trade union movement. Lawyers were employed to travel about the country delivering addresses, all of which were confined to denunciation of labor organizations. The most venomous charges were made against them.

Judges were influenced by this propaganda to decide that the union shop was illegal. The opinions of these judges contained most bitter statements against the workers who had had the temerity to organize. They were charged with being nonprogressive obstacles to the welfare of the country, and un-American. These opinions were heralded through the newspapers as the turning point from which the trade unions would gradually disintegregate. Employers' associations, citizens' alliances and organizations of many other names composed of employers or their agents kept up a perpetual criticism of Labor.

The reason was purely selfish. The antagonists of Labor believed that if they could destroy the trade union movement, wages could be reduced to a low standard; that it would not be

necessary for them to safeguard the health of their employees or build plants in which the machinery was so protected that it was of less danger of injury to the workers.

When Labor sought the enactment of laws providing for compulsory education it was such men who fought them most viciously. The latter believed if the children of the workers were permitted to go to school that when they grew older they would demand better conditions of employment than their fathers. It was for the same reason they have been and are now demanding the non-union shop.

It is the principal method used to repress the workers, to browbeat them and keep them in perpetual fear. To make Americans is none of their concern. They do not care whether their employees are loyal citizens or not as long as they can have their goods manufactured at less cost than a fair-minded employer of Labor.

But this propaganda that stirred the country in the early 1900's reacted. The people learned that the men who were employed in union shops were possessed of better characters and higher principles that made them more intelligent, proficient, and productive workers than those employed in the non-union shops. Besides it made them better citizens.

Furthermore, investigations made by many employers taught them that collective bargaining with organized workmen brought greater results than the arbitrary fixing of conditions for the non-union workers. Gradually the benefits of the union shop became better known. Employer after employer changed his attitude and voluntarily agreed to the union shop. There are many thousands of employers in the United States who are conducting the union shop and would not change under any circumstances.

But after the armistice was signed the profiteers in order to hide their nefarious practices launched a bitter crusade against the union shop. It has reached high tide and will soon recede, as the public, and especially the non-union workers, are beginning to realize that the only hope for relief is in organization. This has been exemplified in the past year by more than a million men joining the organized labor movement, until now, July, 1920, there are 5,500,000 organized workers in America.

The repeated crusades against the union shop have been

boomerangs. They have called the attention of the non-union workers to their economic plight.

When the American Federation of Labor was organized the big cities of the country were filled with sweat-shops. The tenement house system in New York was so abominable that the legislature, through the insistence of the American Federation of Labor enacted a law for its abolition. It was most highly injurious to the health of the workers on sanitary, economic, moral and social grounds. Whole families lived in one room where cigars and clothing were made by women and children.

It was the trade union movement that gradually drove the sweat-shops from the tenement houses and compelled the establishment of factories in well-ventilated buildings. The sweat-shop was the non-union shop.

The sweat-shops were not abolished, however, until the workers were organized and demanded sanitary working conditions. This required the establishment of factories. The factories were union shops. While the bread-winners of families who lived in the tenement houses were at work in the factories, their dependents gained health in the improved living surroundings because of the law forbidding home work.

Those now living who in the early eighties were employed in the large plants of the country realize the great improvements made in the conditions of employment. It was not until the union shop was demanded and largely secured that these economic benefits were gained.

It is because Labor is continually seeking improvements in working conditions and the standard of living that the objections are aroused of those who desire to keep the workers servile. Upon what other grounds would employers oppose the organization of the workers? What other reason could be given? They are the men who clothe themselves in the cloak of piety and raise their eyes upward in horror when they hear anyone speak of the union shop. They stand in the way of progress as others have done since the beginning of time. They are the reactionaries who believe in involuntary servitude. They are the men who seek legislation to tie men to their jobs. The union shop is an obstacle to their dreams of autocracy in industry. Therefore they seek to make the union shop detestable in the eyes of the people while the non-

union shop is lauded as the greatest harbor for "free" men that could possibly be conceived.

But employees in a non-union shop soon find out that they are not free men. When they enter such a plant they leave all hope of economic improvement behind.

What is a union shop?

A union shop is a shop where the employees are members of trade unions or are willing to join. The workers through representatives selected by themselves meet the employers in the industry on a common ground. They hold meetings in their unions in which all grievances they may have are thoroughly discussed. These include wages, hours of employment and rules covering their health, safety and comfort.

The union shop represents true democracy in industry. There are no class distinctions or autocratic rulings to disturb the best relations between the workers and their employers. The right of organizing into trade unions is conceded. Employers and employees meet as man to man. Each respects the other. The employee is a willing worker and the employer keeps the part of the bargain he has made with the workers through their chosen representatives.

What is a non-union shop?

A non-union shop is where the workers who are unorganized are employed as individuals. Their wages and hours of work are determined without consultation with them and without their consent. If the worker has grievances he is unable to present them. Fear of retaliation by the employer or his representative in this plant keeps the worker from making complaints. If he does complain he obtains no redress. Consequently, the workers work day in and day out, week in and week out, in fear of discharge. This artificial atmosphere is created for the purpose of forcing the employees to greater exertion. Pacemakers are scattered throughout the plant for the purpose of keeping this perpetual fear of losing their jobs before the non-union worker. But this fails. The unorganized workers become morose, sullen and rebellious. There is no comradeship among such employees. Consequently the work under duress and without enthusiasm for their employment.

An autocratic power may dictate any rule that may be conceived. No protest can be made by the non-union workers, as they have only fear for each other, the fear that if they

52

voice their disapproval of the conditions under which they work some fellow worker would report it to a "straw boss." That would mean separation from their jobs.

Why is the union shop preferable?

Countries grow great as their people increase in confidence and loyalty. Men who are congenially employed who can hold up their heads and say what they think without fear of the headsman's axe separating them from their employment make real Americans. Only in union shops can men be found who are striving for better conditions of employment in order that they and their dependents can enjoy life and happiness. They do not enter the plants in the morning in fear and trembling that some supernumerary will meet them with stinging, unjust criticism.

It is always noticeable that "straw bosses" in non-union shops are burly men whose very looks inspire fear. There is no intimidation in the union shop. Everything is open and above board. In the union shop if a foreman or superintendent wishes something to be done by the men they inform the latter in the language that any fair man would use to another. There is no brutality in their talk. Because of this fact the employees go about their task in a whole-hearted, loyal manner.

What is the "open shop"?

An "open-shop" is a non-union shop where the fiction is kept alive that union men may work but are not permitted to do so.

An employer who refuses to employ a union man will say: "I do not discriminate against union and non-union men. I conduct an 'open shop,' that is, those who apply for work will be given employment when they are needed. This is a shop where men are 'free.'"

But when a workman applies for employment he is asked a number of questions. In many cases he has to fill out a questionnaire giving his entire history from the cradle to the present time, and one of the most important queries is, "Are you a member of any union?" If the man answers this question in the affirmative he is not employed. He is told that his name will be placed on file and that he will be notified when there is work for him.

But he never is notified. Instead his name is sent to other manufacturers to prevent the possibility of his being em-

ployed elsewhere. This is a method used by the non-union shop employers to place on the black list all members of unions.

The so-called open shop influences wages and the standard of living downward, and it is based upon the sycophancy of the most docile and servile and the most immediate needs of those in distress of the poorest situated among the workmen.

This so-called "open shop" is the disintegrating factor that leads to the non-union shop; in other words, the shop which is closed to the union man, no matter from whence he hails or what his skill and competency.

What is the "closed shop"?

The term "closed shop" was originated about 1903. It was coined by the enemies of trade unions for a purpose. That purpose was and continues to be to divert attention from the defensive action of union men.

The union creates certain desirable conditions. The nonunionist tries to destroy them. By not competing with one another for the employment, the unionists make their advantage. By competing, the non-unionists would leave the dictation of terms wholly to employers. And then the employers, when the union has gained something through its advantage, come forward with a demand for the "open shop" and make an appeal to the public in the name of liberty.

The term "closed shop" is a false designation of the union shop. Those who are hostile to labor cunningly employ the term "closed shop" for a union shop because of the general antipathy which is ordinarily felt toward anything being closed, and with the specious plea that the so-called "open shop" must necessarily afford the opportunity for freedom. As a matter of fact, the union shop is open to all workmen who perform their duty, and they participate in the benefits and advantages of the improved conditions which a union shop affords. The union shop also implies duties and responsibilities. This is incident to and the corollary of all human institutions.

The dishonest idea given in the term "closed shop" is that no one can secure employment there except members of trade unions.

When the unions make an agreement with the employers as to wages, hours and working conditions, it is natural to believe that the contract is between members of unions only and the employers. But men can be employed who are not members of a

union. A certain period is given them to prove their competency and then if the result is favorable their applications as members the unions are accepted. Any wage worker can join a trade union. All are open, wide open to all wage-workers, qualified at the occupation organized. They pay an entrance fee barely sufficient to equalize the payments of unions, benevolent benefits and current cost of administration. No union ever asks a nonunionist to pay for the slightest percentage of the damage he has done as a disruptionist. It is literally and positively true, without evasion or equivocation, that trade unions, and consequently union shops, are open for all wage-workers whom any employer would possibly contemplate as employes who would be kept regularly and permanently in his employ.

What the trade unionists call for is the union shop. Those who speak of it as a "closed shop" are enemies of labor who by distorting the facts seek to discredit the trade union movement.

The question is often asked, "why should a non-union man who secured employment in a union plant agree to join the union after he has proved his competency. Why should he not be at liberty to work as a non-union man?"

Wages in union shops are higher than in non-union shops. The hours of work are less and the working conditions are more desirable. These are gained through the workers dealing with the employer collectively. Each member contributes a small sum to carry on the work of the union. Why should a non-unionist be permitted to enjoy the benefits gained without paying his share of the cost of securing them? It is a fundamental principle that those who are the beneficiaries of organization should share in the responsibilities and obligations involved in the achievements.

### THE OPEN SHOP MEANS THE DESTRUCTION OF THE UNIONS <sup>1</sup>

The whole employing class of the United States is lining up for a new campaign against the unions. In this fight it is backed by the press, the middle classes, public opinion generally and the highest labor arbitration tribunal in the country. The

<sup>1</sup> William English Walling. Independent. 56:1069-72. May 12, 1904.

struggle is momentous. It will decide not only the industrial but the social and political future of the United States. If the employers' campaign is successful, it means the elimination of the trade unions as a factor in American industry. If it fails, nothing short of direct Government control can prevent the unions' steady progress toward industrial domination.

Employers are almost completely organized for the fight. The public has not realized how much has been accomplished since the coal strike (1002). The organized manufacturer and contractors are no longer alone. They are supported by commercial interests, railroads and banks. Evidence of their co-operation can be seen on every side. In Chicago and St. Louis emergency funds of \$1.000.000 are ready for immediate use. The banks, I was told by an officer of the St. Louis Association, are at the bottom of that organization. In Chicago the railroads played a similar part. The Chicago Employers' Association grew up out of the freight handlers' strike. The Chicago, Burlington & Quincy Railroad furnished one of its first organizers and the great commercial interests the other three. Recently a transcontinental railroad conveyed strike breakers from New York to San Francisco at an \$11 rate at the request of a powerful employers' association. The movement is spreading from city to city. Since Philadelphia and New York joined the fold a few weeks ago every important city has its powerful federation of employers' associations. Some time ago associations were formed in most of the important national industries, and now every trade which has not already been formed into a trust, is organized to deal with labor. All of these associations, local or national, industrial or federated, with one or two exceptions, are moving openly or secretly to force the unions to the open shop. But the open shop, say the unions, means an open warfare against organized labor.

Until this new issue arose public opinion, outside of the eastern money centers, was largely on the union side. During the anthracite strike the great majority of newspapers leaned to the miners. They favored the "recognition of the union" and the trade agreement. Under the mistaken assumption that the open shop means nothing more than equal treatment for union and non-union men, public opinion has veered around and now stands almost solidly opposed to the organization of labor. Nearly every one of the great city newspapers has become a partisan of the open shop. Under their leadership the

business, professional and salaried classes and the whole farming community have been lined up in favor of a proposition which, whatever may be said of its advocates, puts the very existence of the unions in the employers' hands.

Employers say the open shop means simply even-handed treatment for union and non-union men. Unions say the open shop spells their destruction. Why? What is the open shop?

Fortunately an official interpretation of the open shop has been given to us by the highest labor arbitration court which we have ever had—a court appointed by the President of the United States and accepted by the nation. The Anthracite Coal Strike Commission was not only our most important labor arbitration board, but it has left behind it the most important "trade agreement" in industry. The Commission's award was, of course, in general terms, and first of all provided for an umpire to decide disputes arising under it. Col. Carroll D. Wright, head of the Bureau of Labor, has been appointed umpire.

The Anthracite Commission decided for an open shop. In a recent decision that has alarmed and antagonized the whole labor movement Colonel Wright defines the open shop as follows:

There can be no doubt that the employer has a perfect right to employ and discharge men in accordance with the conditions of his industry; that he is not obliged to give any cause for discharge... This right to discharge must be maintained. Any other view of the case... would compel employers to employ men whether they had work for them or not, and whether the men were competent or not, and would thus stagnate business and work to the injury of all other employers.

President Roosevelt in his letter of July 14th last written during the Miller controversy, says "I heartily approve of the award and judgment by the Commission appointed by me."

President Roosevelt approves of the award of the Anthracite Commission. His appointee, Commissioner Wright, shows that this award has as its very basis the right to discharge without cause. The right to discharge without cause is the feature of the open shop against which the unions will fight to the last ditch. The local union of the Mine Workers where Mr. Wright's decision was given was disintegrated through the employers' insidious attacks until finally the National Executive Board, of which Mr. Mitchell is the head, withdrew its charter in disgust.

To admit the right to discharge without cause is, the unions believe, to sign their own death warrant. If the em-

ployer can discharge a man "who does not suit him," to quote Colonel Wright again, he can discharge a union man for the simple reason that he is a union man. Nor is the employer's promise not to discriminate sufficient. To fall back on the promise of the employer is to bring the workman back to the same conditions of servile dependence he occupied when he had to ask for better wages as an individual favor, instead of demanding them through his union as a right.

The employer who can "discharge without cause" can deprive the workman of his means of subsistence and the union of its members. No organization can continue to exist longer than it is able to protect its individual members from outside attack. For a "labor" organization to protect its members it must first of all keep them a work. To a union man permanently out of a job a union card is a bit of pasteboard and a union agreement for better wages is not worth the paper on which it is written.

The employer who can "discharge without cause" has the power to use war measures in times of peace. By locking out union men one at a time he can wage a quiet war of extermination as effective as and much less expensive than a general lock-out. Under arbitration and the trade agreement he can do exactly what he does in an open fight—he can wield against the unions the whole reserve army of labor, the great body of the unorganized and the unemployed.

That is why the unions say the open shop is an open fight against labor, and why men like Organizer Fitzpatrick, of Chicago, who put 75,000 members into the unions there in a single year, believe that fire must be fought with fire.

"We favor," he tells me, "the abolition of all agreements and arbitration wherever we have been forced to accept the open shop. The employers promised not to discriminate. But they had no sooner begun to adopt the open shop than we saw the wholesale discharge of union men... What is the use of having agreements with men who are stabbing you in the back?" The open shop agreement gives one of the contracting parties, the employer, power to annihiliate the other contracting party.

With the open shop discrimination against union men is general, the often indirect. One of the most eminent and conservative employers in the country told me that he never discharged an agitator who was a good workman at the time of the

foreman's complaint. "I always wait," he said, "until the fellow gives me some other excuse." Other discrimination is less veiled. In the Bulletins of the Metal Trades Association are accounts of many employers' movements. Where the open shop obtains, the secretaries almost invariably boast of the decreasing membership of the unions. The same men who are openly making every effort to disrupt are the most ardent advocates of the open shop.

That discrimination is general is shown by the means employers have adopted to reap the fruits of the open shop. Employers' associations are everywhere installing the Employment Bureau. By this means the employees of all the members of an association are registered and their records, including always their records as unionists, are kept. In each shop the employer naturally gives every preference to local and obedient non-union men. By means of the Employment Bureau these same loyal individuals may be preferred by the associated employers in the distribution of jobs in the season when work is scarce. The union workmen may find themselves not only discriminated against while employed, but given employment in inverse ratio to their loyalty to their union. The Employment Bureau gives a whole industry the information, the means and the opportunity for discrimination against union men.

Lincoln said "this country cannot remain half slave and half free." The unions have found that an industry cannot remain half non-union and half union. If the industry is already unionized, if all or nearly all the men in it are members of the union, there is no objection to the open shop. The unions cannot be broken when there are no non-union men. They cannot be broken if employers agree not to replace union by non-union men and then live up to this agreement. Under such conditions also the unions have no objections to the open shop. The making of new converts to the union will soon unionize the trade. The molders employed by the Stove Defense Association have with the full consent of the employers organized all but two of the sixty-four shops. This may not be the union shop, but it is the very thing to which employers object. It is the unionization of industry. Employers are taking a final stand against the unionization of industry by fighting the battle of the non-union men.

"When the unions have 6,000,000 members," says John Mitchell, "instead of 3,000,000 they will be not twice but four

times as strong as they are at the present time." Industry unionized, employers felt, would mean industry in the hands of the unions. The employer would find his occupation gone. An appeal to the Government is an appeal to the farmers and the middle class.

Even this might not serve. Doubtless the farming and middle classes would take measures to protect themselves as consumers. But is there reason to suppose that they would be inclined to confer benefits on a class which had lost its economic power?

What is to be the result? One thing is clear. In dealing with labor employers will act as a unit. They have already united on the open shop. The open shop leads to the Employment Bureau, the Employment Bureau to the National Labor Bureau. The blacklist will be practiced on a national scale. The unions also will act not locally and by separate trades, but nationally and in concert. The sympathetic lockout they will fight with the sympathetic strike. To the national blacklist they will reply with the national strike. Labor conflicts are to become a community affair. The most vital concern of the nation is to be the labor question.

### AN EXPOSITION OF THE OPEN SHOP 1

The campaign of misrepresentation and intimidation of the avowed enemies of trade unionism in the name of the American Plan and the "Open Shop" system, while clothed in new raiment, is not by any means new to the workers of this city, and those who can remember the hysterical efforts of our enemies will recollect that about 15 years ago we were confronted with the same opposition, although at that time the organized force of opposition to trade unionism was not as widespread as at the present time. This may be attributed to the fact that Cleveland then did not have the population it now has and that the organized workers were not as large numerically.

The fact that the advocates of the "open shop" are now endeavoring to place their system in a new light, and many enemies of labor are paying speakers to propagate the idea that this "Open Shop" is a new idea of the employer and a panacea

<sup>1</sup> Pamphlet by John G. Owens, Secretary Cleveland Federation of Labor.

for labor troubles, let us quote here what Max Hayes had to say about the "Open Shop" 15 years ago:

Stripped of all pharisaical cant and meaningless phrases, the triumph of the "open shop" means a closed shop to members of organized labor; it means discrimination in favor of such workers who lack the moral stamina to resist oppression; it means the dragging of more children into the shops and factories to take the place of fathers and brothers at lower wages and longer hours; it means an increase of crime, poverty, drunkenness and insanity: it means degeneration, chaos and the ultimate destruction of our civilization.

That the movement of 15 years ago did not succeed in its effort to wipe out organization among the workers is evidenced by the numerical strength of the workers in Cleveland today, and the very fact that by strengthening its forces since that time it has succeeded in bringing about more moral conditions in our society and the passage of laws beneficial not only to the organized workers, but the unorganized and the employing class as well, has compelled the members of the Manufacturers' Association, and the large institutions who are not satisfied with a fair deal for the producer to use new methods in advocating their un-American plan of the "open shop" at this time, but no matter how they describe it, and no matter how they clothe it in non-union garments, it is the same today as it ever was, and no worker who has partaken of the benefits of collective effort on the part of the workers can be misled by the flowery diction of the paid hirelings of the "open shop" advocates.

In spite of all this antagonism that has been manifested by the opponents of organized labor, and their apparent insincerity in advocating the practical elimination of trade unions, claiming that they perform certain undesired functions that retard business, they admit, all of them, that the organized workers have been responsible for many reforms that today are beneficial to the worker and economical to the employer. In all matters pertaining to safety, sanitation and environment, so loudly lauded by the welfare associations and the employer, the organized worker took the initiative, and in practically all cases he was confronted by the violent opposition of these same employers. In all matters aiming at the elimination of the sweat-shop, and the lengthening of the lives of the toilers, the organized movement of workers deserves the credit, and in no instance was it supported by the employer, and strange to say these same employers are now endeavoring to inform those outside the trade

, union movement that they were responsible for the reforms and that their ideals will continue them.

The absurdity of this can be best demonstrated by an analysis of the actual working of their methods of dealing with the toilers, and we will now take up the various phases of their system and logically demonstrate what would be the actual conditions under their "open shop" method and graphically and truthfully reason out the position of organized labor.

#### "Open Shop" a Misnomer

The statement so often heard from the lips of the unfriendly employer and the men who are paid large salaries to propagate their vicious and dishonest system is that the "open shop" they desire is one that is open to union and non-union men alike. Let us take as an illustration any establishment operated under the so-called "open shop" plan. The employer insists that every worker shall be employed under an individual contract. The employer will admit that this is so. Then, if two or three union men accidentally secure employment there, and meet with the others they cannot but menace the individualistic system. In fact the employer is well aware of the fact that even one union man can menace his system, and to protect himself he must always be on the alert to see that a union man or a number of union men are not employed. Any "open shop" advocate will admit this under pressure and the result is that their ideal shop is far removed from an open shop, and is in reality a closed shop, closed at all times to union men.

Along the same line of reasoning their statement that the individual contract of the workers spells independence and liberty, is also worthy of a little illumination. Why does the employer insist on the individual contract? Is it not to weaken the toiler as a worker and place him in a position where his mind becomes subservient to the will of the man who is placed over him? Not only is the non-union worker supposed to subserve his mentality to the will of the boss, but he is not permitted to use his initiative in advancing the cause of production, because of his fear of the other workers, and his desire to do only what little work he is compelled to do. There can be no intellectual advancement on the part of the worker and there can be no independence or liberty where the subserviency of the employee is the rule, and we have always been taugh that mental

subserviency and mental perversion is the worst form of slavery, and the control of the mentality of the workers leads to violence, chaos and immoral and degrading conditions and can be summoned up as the most autocratic despotism known to modern civilization.

Freedom and independence come from interdependence, and interdependence in an industry operated on an non-union basis is utterly impossible, and any fair-minded employer will admit it.

Not only is the open shop closed to union labor, and not only does it destroy in the worker every vestige of independence and liberty, not only of action, but of thought; it also has many other evils to answer for. We have been reading with much interest the actions of the Caliph of Bagdad, and the wish of the moneyed men in their desire to have all employed. Let us analyze the question of unemployment in this so-called "open shop". The employer depends entirely upon his superintendents and foremen to carry out his will. When it becomes necessary to reduce the force the employer notifies those who are holding sinecure positions, and they in turn lay off the men, and naturally, too, they lay off those men who are not friendly to them, or who have, by a spark of manliness, refused to subserve themselves entirely to their will. The question of efficiency never enters in because where there is lack of harmony and a continued fear of every other worker, there can be little efficiency. A number of the employes are thrown out of work, and these men, who have been living from day to day on their earnings, go to make up the increasing number of our people who must needs look for charity, and these moneyed men, who seem so anxious to assist the unemployed are in the main responsible for the unemployment.

Not content with creating numerous foremen and sub-foremen, superintendents and sub-superintendents, these "open shop" adherents have instituted, no doubt unconsciously, a system of lying that is unprecedented, for the men in charge, and the straw bosses who are employed to continually watch for a sign of independence on the part of the men, are the only ones who ever really meet and confer with the proprietor or General Manager, and it is to their benefit and to perpetuate their positions that they must misrepresent conditions and see to it that the menace of organization is a danger to the employer, when in reality it is the salvation of both the employer and the employee.

Not content with the gang bosses and higher bosses usually found in the so-called "open shop", and which we have proven is an out and out non-union shop, it is argued by the sub-bosses that detectives and spies must be employed to report and immediately stamp out any move on the part of an employee to confer with another, and indeed this espionage is as rigid as in the penitentiary. Another innovation of the "open shop" is the desire on the part of the employer and his lieutenants to so far as possible prevent the employees from coming in contact with outsiders, to the end that innumerable uniformed police are employed to guard the exits and entrances, and to patrol the plant, and this guard is made so effective that the workers are of the belief that the spy system is as well informed of their actions outside the plant as inside, and many of the men actually fear to speak of their work in their homes, feeling sure that it will go back to the boss. "Open Shop"! if the average non-union open-shop in this or any other city is more open than a penal institution, then we would like to see it.

Many of those who have given little thought to this important question of the relation of the worker to the employer have wondered why it was that the union employer could give conditions of hours, and better pay to his employees and still compete with the non-union employer. The reason is apparent, for the overhead in the payment of bosses and spies is no little item to the non-union employer, and yet he insists that the non-union policy is a business proposition.

It is not necessary to accept the word of the union man as to the lack of efficiency brought about by distrust and inharmonious conditions such as exist in the non-union shop, even though logic would demand an admission. All we have to do is to cite the case of the Bethlehem Steel Company in demanding that their fabricated steel be sold only to those concerns employing non-union erectors. The concerns using their steel admitted before an investigating committee of the New York Legislature that the employing of members of the Erectors' league, made up of non-union iron workers, added 20 per cent to the cost of erection, over the same job erected by union iron workers.

Even in the stoppage of work by the toilers, the employer is ever ready to cite the strike, but little is said concerning the strike of non-union men. Of course, it must be admitted that

#### THE CLOSED SHOP.

with the number of police and detectives employed to prevent such an occurrence, strikes among these exploited workers sometimes occur, and in such cases there is no limit to the brutalities of those involved, and the heighth of their sabotage methods. We have had several experiences of this character and it would be but a waste of time to enumerate them. However, it is reasonable to presume that the lowest type of opposition must be resorted to by men who have been subserved and browbeaten as individuals in their capacity as workers.

Another evil of the "open shop", and one that should have the consideration of all who believe in a moral city, is the evil effect of the guard and spy system on society. These guards in non-union shops are recruited from young men who have no trade and who lack the energy to do arduous work of any kind, and in many cases they are secured from private detective agencies, and when they go to work they are armed with death-dealing weapons. Every fair-minded man or woman will admit that this right to carry weapons has a psychological effect on the young man, and when they are discharged or laid off because of a slackness of work, they still insist on the use of these weapons, and with no trade and no desire to work, what is the most natural thing for them to do? A visit to the police court and presence at the hearing of some of the gun-men who are terrorizing our people will prove that this vicious practice of the non-union employer in arming spies and guards. (as in the case of the employer who secures the services of thugs and criminals to incite and intimidate strikers,) is the apprentice shop for professional hold-up men and criminals of all kinds, and it would be well for the reform organizations to study this phase of the workers if they desire to end the reign of terror now prevalent in Cleveland.

These are but a few of the evils of the non-union shop, and any others can be logically dealt with in a like manner, and we merely describe them to show that the position of the "open-shopper" is insincere and dishonest and that the only reason the employer can give for such an unmoral condition of the worker is his desire to pose in our community as the autocrat of those he employs. Yet, under the present system of large industrial institutions, there is no reality to his autocracy, for he is not virtually in charge of those he employs, and the menace to society that has its birth in this desire is of such a nature that it behooves the employer to hesitate and to willingly sacrifice this position, and do something that will assist in bringing about a better civilization and a more harmonious condition among all the people, for while in the old days when the employer was an autocrat who employed two or three workers, and could ignore interdependence, that day has also passed, and the only true citizen is he that is willing to subserve self to the selfishness of the whole.

Now that we have described the co-called "open shop" and demonstrated the fallacy of the exponents that their kind of an "open shop" is one in which non-union and union workers are employed, it would be well to illustrate just what is happening and what is the aim of those employers in this city who have locked-out their men because they would not accede to their desire for the "open shop" which would mean giving up their union, and we might say right here that even the employer is recognizing that there is some good in trade unionism, if he is willing to compromise by employing union men if they will sign a contract that they will no longer belong to a union. If the non-union men were the most efficient he would not have the union men under any circumstances, but the truth of the matter is that the unions have demonstrated their worth, even in creating efficiency among their members, and the employers want this efficiency and no doubt a better right of exploitation of the individual worker, which is dishonest to say the least, when we recognize the other good things that have been brought about through trade unionism.

As an illustration, we shall first take up the present lockout of the Metal Polishers, for it can hardly be called a strike. The men demand first, the right of organization, and second, a consistent wage, based on the wages paid other skilled workers. If the question were one of wages alone, the present position of the employer would be deplorable, for one of the proprietors who is now employing non-union men, stated:

I have 13 men working for me at this time, and I am paying them the wages demanded by the union men, but I am sure that I could get as much work from three of my old men as I get from the thirteen.

This is evidence that it is not a matter of cheap employees giving results, and it is in line with what was said by Mr. Redfield some years ago, that he could manufacture engines under union wages and union conditions in New York, send

them to China, and sell them there at a more reasonable profit than those made in China by cheap Chinese labor and the long hours of work prevalent in the Orient.

The Pattern Makers have been out of work for many months here, and the employers, like those in the metal trades, want the non-union shop. The union men have refused to give up their union, and the shops have been trying to lead the public to believe that they are operating as usual. And yet these employers are busy trying to get injunctions against the union men, prohibiting them from picketing the plants and intimidating the men employed. This would be rediculous if it were not tragic, for every man with a grain of sense knows that no employer cares how many men are in the neighborhood of his plant, when his force is full and all are competent men. The reason for the action of the employers in this case should be apparent to all. They have been losing money and expected long before this that the strikers would be discouraged through lack of work. But the union men, in their work of picketing the shops, also know what is going on, and this knowledge that the employer is losing money gives them continued courage. Ergo, the employer wants an injunction to limit the pickets to one, believing that when the union men are at home and have no first-hand knowledge of the real conditions in the plant, he will become discouraged and return to work. Shrewd, you say, but we in the labor movement have been confronted with the nefarious machinations of the employer for years, and yet we have said little about it, for we believe the time will come when the honesty of the worker will shine more brightly because of the handicaps he must overcome by reason of the dishonesty of the employer. The greatest surprise to the workers is the fact that certain judges will issue and sustain injunctions because of the plea of the corporations' attorneys, when they know that only through the hirelings of the corporation is there a chance of danger to property or the lives of their employees, and of this we can furnish instances where their paid tools have deliberately and maliciously destroyed property and endeavored to place the blame on organized labor.

Next we have the lockout of the Journeymen Tailors, and this will give another phase of the unions' stand. That these men were locked out cannot be denied, because they asked only a continuation of the conditons that prevailed, the year

previous to the termination of their contract, and the merchant tailors insisted that they go back to a piece-work system and naturally give up the union.

The conditions under the piece-work system were so immoral and degenerating that in other trades where work was taken into the homes, the law stepped in and demanded it cease. Not so with the tailors, but the workers themselves decided that they would do their work in regularly established shops, and work by the week. This system was established, and the workers were all of the impression that everything was harmonious between them and the bosses, and lo! and behold the Chamber of Commerce came out for the "open shop" and even today it is said that these moneyed men are backing the merchant tailors, and this in the face of the fact that the Consumers' League, in its bulletin, points out the evils of the home work, where children with sickness play on the goods their father and mother and older sisters and brothers are fashioning into suits for the men who are always first in the effort to have all employed and to raise funds to take care of those who are not able to care for themselves.

While it is absolutely true that these non-union tailors are receiving the support of the members of the Chamber of Commerce, let us get a little light on this lockout. The excuse of the merchant tailor, and his only excuse, is that the workers in the shop will not give a day's work and that therefore the consumer is compelled to pay so much for a suit. This excuse, however, had its inception, when the Chamber of Commerce went out for the "open shop", and guaranteed to back the merchant tailors. The cost, if there be any, is one that the consumer should be glad to pay, when he recognizes the benefit he alone receives by a guarantee of cleanliness and immunity to disease, to say nothing of the moral effect on the community. But let us go a little further. The worker, in all honesty, believed the time had arrived when he, as the head of a family, could earn a wage to keep his wife and children, and the employer, who had been selling his clothes and getting his price, now insists that it is not a question of payment so much as having the man accomplish as much in a day in the shop as he formerly did by working 14 and 18 hours a day, and having his wife and children also assist in the work. This he cannot do, but he is willing to give an efficient eight hours to the employer at a rate about

equal with what he received for one person's work of eight hours under the piece-work system. The employer will not accede to this, but insists on forcing the work back into the home, and by making all the members of the family assist in the work, early and late, and under all conditions, force many workers in this craft out of work. The union men and women know why the employers who urge the open shop want to force the workers back to the piece work and home work system, because the home work and piece work eventually creates unemployment, thus forcing the man who sells his labor into a condition where he must Lid against his fellow worker for a chance to earn enough to live, but it seems a pity that society will permit this group of employers to re-establish a sweat-shop condition here in Cleveland, in the tailoring industry, a breeding place for illiterates and criminals, when our people are trying to eliminate these breeding spots in other places. This is one thing that society at large should correct and do as the Consumers' League does, and when this matter has been corrected. let the merchant tailor make his fight for the non-union shop on some other pretext.

There are many other evils in the so-called "open shop", and the employer who has but one idea with reference to labor, and refuses to recognize the human equation in the productive end of his enterprise, can pay huge sums to certain one-track minds to so clothe these evils that to one not actually engaged at manual labor, either skilled or unskilled, in a large industry, they will almost appear as virtues, yet when dissected, and disrobed, they will appear as evil as the ones logically dealt with here.

The employer who desires to destroy all the rights the workers may have or may gain in the future, knows that any semblance of organization among the workers makes for the betterment of all, and to effectually exploit the worker he must successfully eliminate every vestige of organization among the toilers. We feel sure that the good that has resulted from organization will prevent this, and a knowledge of the aims and objects of the organized workers by those not connected therewith, will make friends and supporters that will so augment the ranks of the workers that in the near future they will, by their united effort, bring about the aims they desire.

In this article we have pointed out the inconsistancy of the

"open shop" advocates, but we cannot effectually close without the following from an address delivered in this city by John H. Walker, President of the Illinois State Federation of Labor:

H. Walker, President of the Illinois State Federation of Labor: The man or woman who wants to place the working man and woman of our country in a position where they will be helpless and at the mercy of the employers, compelled to submit like animals to their dic-tation in every phase of their lives, is not only not just, or not a real American, but that they are not even selfishly intelligent because in the light of the past history of our country and our people all open-minded, intelligent observers must know that the American working man and woman citizens will never submit to any impositions that puts the tain to establish that kind of an imposition on them, there will be nothing but strife continually, and the stronger the effort, the more wide-spread and intense will be the strife, (particularly industrial strife) as well as suffering and misery in our country, until it is ended,—and it is not only right that we should have a union shop, but it is the only intelli-gent way of adjusting relationships between the worker and the em-ployer—the only American way—the only civilized way. Besides, it is my solemn judgment that it is the only safe way. By that process we will not only adjust all the problems that we have now, on the basis of the nearest thing of fairness that we can figure out, but it means that every problem that we may have in the future will be adjusted rationally, intelligently, on the basis of fairness peaceably. It means the rational road to a higher civilization. The other road is sub abrairs. It is the road of the beast amongst men.

So much for the "open shop." In the near future we will take up its opposite, the "union shop", and logically and truthfully illustrate what its aims arc, what evils it corrects, and how and what it would mean to society at large if it were recognized by all employers.

#### SUMMARIZED CONCLUSIONS 1

Sufficient data were analyzed to warrant the following main conclusions concisely stated here and discussed at length in this report and the sub-reports.

- The conduct of the iron and steel industry was deter-I. mined by the conditions of labor accepted by the 191,000 employees in the U.S. Steel Corporation's manufacturing plants.
- These conditions of labor were fixed by the Corporation, 2. without collective bargaining or any functioning means of conference; also without above-board means of learning how the decreed conditions affected the workers

<sup>1</sup> Report on the Steel Strike of 1919, Commission of Inquiry of the Interchurch World Movement.

- 3. Ultimate control of the plants was vested in a small group of financiers whose relation to the producing force was remote. The financial group's machinery of control gave it full knowledge of output and dividends, but negligible information of working and living conditions.
- 4. The jobs in the five chief departments of the plants were organized in a pyramid divided roughly into thirds; the top third of skilled men, chiefly Americans, resting on a larger third of semi-skilled, all based on a fluctuating mass of common labor. Promotion was at pleasure of company representatives.
- 5. Rates of pay and other principal conditions were based on what was accepted by common labor; the unskilled and semi-unskilled force was largely immigrant labor.
- 6. The causes of the strike lay in the hours, wages and control of jobs and in the manner in which all these were fixed.
- 7. *Hours*: Approximately one-half the employees were subjected to the twelve-hour day. Approximately one-half of these in turn were subjected to the seven-day week. Much less than one-quarter had a working day of less

than ten hours (sixty-hour week).

The average week for all employees was 68.7 hours; these employees generally believed that a week of over sixty hours ceased to be a standard in other industries fifteen to twenty years ago.

Schedules of hours for the chief classes of steel workers were from twelve to forty hours longer per week than in other basic industries near steel communities; the American steel average was over twenty hours longer than the British, which ran between forty-seven to forty-eight hours in 1919.

Steel jobs were largely classed as heavy labor and hazardous.

The steel companies professed to have restored practically pre-war conditions; the hours nevertheless were longer than in 1914 or 1910. Since 1910 the Steel Corporation has increased the percentage of its twelve-hour workers. The only reasons for the twelve-hour day, furnished by the companies, were found to be without adequate basis in fact. The increased hours were found

#### SELECTED ARTICLES

to be a natural development of a large scale production, which was not restricted by public sentiment or by organization among employees.

The twelve-hour day made any attempt at "Americanization" or other civic or individual development for onehalf of all immigrant steel workers arithmetically impossible.

8. Wages: The annual earnings of over one-third of all productive iron and steel workers were, and had been for years, below the level set by government experts as the Minimum of subsistence standard for families of five. The annual earnings of 72 per cent. of all workers were, and had been for years, below the level set by government experts as the minimum of comfort level for families of five.

This second standard being the lowest which scientists are willing to term an "American standard of living," it follows that nearly three-quarters of the steel workers could not earn enough for an American standard of living.

The bulk of unskilled steel labor earned less than enough for the average family's minimum subsistence; the bulk of semi-skilled labor earned less than enough for the average family's minimum comfort.

Skilled steel labor was paid wages disproportionate to the earnings of the other two-thirds, thus binding the skilled class to the companies and creating divisions between the upper third and the rest of the force.

Wage rates in the iron and steel industry as a whole are determined by the rates of the U.S. Steel Corporation. The Steel Corporation sets its wage rates, the same as its hour schedules, without conference (or collective bargaining), with its employees.

Concerning the financial ability of the Corporation to pay higher wages the following must be noted (with the understanding that the Commission's investigation did not include analysis of the Corporation's financial organization): the Corporation vastly increased its undistributed financial reserves during the Great War. In 1914 the Corporation's total undivided surplus was \$135,204,471.90. In 1919 this total undivided surplus had been increased to 493,048,201.93. Compared with the wage budgets, in 1918,

the Corporation's final surplus after paying dividends of \$96,382,027 and setting aside \$274,277,835 for Federal taxes pavable in 1919, was \$466,888,421,-a sum large enough to have paid a second time the total wage and salary budget for 1918 (\$452,663,524), and to have left a surplus of over \$14,000,000. In 1919 the undivided surplus was \$493,048,201.93, or \$13,000,000 more than the total wage and salary expenditures.<sup>1</sup>

Increases in wages during the war in no case were at a sacrifice of stockholders' dividends.

Extreme congestion and unsanitary living conditions, prevalent in most Pennsylvania steel communities, were · largely due to underpayment of semi-skilled and com-

mon labor.

o. Grievances: The Steel Corporation's arbitrary control of hours and wages extended to everything in individual steel jobs, resulting in daily grievances.

The Corporation, committed to a non-union system, was as helpless as the workers to anticipate these grievances. The grievances, since there existed no working machinery of redress, weighed heavily in the industry, because they incessantly reminded the worker that he had no "say" whatever in steel.

Discrimination against immigrant workers, based on rivalry of economic interests, was furthered by the pres-

<sup>1</sup> Detailed figures on the Corporation's surpluses, accumulation of which was begun in 1901, are:

1913-Total undivi	ded surplus	\$151,798,428.89
1914-Total undivid	ded surplus	135,204,471.90
1915-Total undivi	ded surplus	180,025,328.74
1916-Total undivid	ded surplus	381.360,913.37
1917-Total undivid	ded surplus	431,660,803.63
1918-Total undivid	led surplus	466,888,421.38
1919—Total undivid	ded surplus	493,048,201.93

This report does not go into the long dispute over the Corporation's financing, a controversy which blazed up during the strike but not as a part of the issue. A typical criticism printed about this time was the following from the Searchight, commenting on Basil Manly's analysis of Senate Document 250, (a report from the Secretary of the Treasury): "On the basis of the Steel Corporation's public reports, its net profits for the two years 1916 and 1917, 'after the payment of interest on bonds, and other allowances for all charges growing out of the installation of special war facilities,' amounted, according to Mr. Manly, to \$888,931,511. The bonds of the corporation represent all the money actually invested in the concern, for the common stock is 'nothing but water.' "Of course out of the net income the Steel Corporation had to pay its taxes to the federal government, but the hundreds of millions that re-mained represented earnings on 'shadow dollars.'"

ent system of control and resulted in race divisions within the community.

10.

Control: The arbitrary control of the Steel Corporation extended outside the plants, affecting the workers as citizens and the social institutions in the communities. The steel industry was under the domination of a policy whose aim was to keep out labor unions. In pursuit of this policy, blacklists were used, workmen were discharged for union affiliation, "under-cover men" and "labor detectives" were employed and efforts were made to influence the local press, pulpit and police authorities. In Western Pennsylvania the civil rights of free speech and assembly were abrogated without just cause, both for individuals and labor organizations. Personal rights of strikers were violated by the State Constabulary and sheriff's deputies.

Federal authorities, in some cases, acted against groups of workmen on the instigation of employees of steel companies. In many places in Western Pennsylvania, community 'authorities and institutions were subservient to the maintenance of one corporation's anti-union policies.

- 11. The organizing campaign of the workers and the strike were for the purpose of forcing a conference in an industry where no means of conference existed; this specific conference to set up trade union collective bargaining, particularly to abolish the twelve-hour day and arbitrary methods of handling employees.
- 12. No interpretation of the movement as a plot or conspiracy fits the facts; that is, it was a mass movement, in which leadership became of secondary importance.
- 13. Charges of bolshevism or of industrial radicalism in the conduct of the strike were without foundation.
- 14. The chief cause of the defeat of the strike was the size of the Steel Corporation, together with the strength of its active opposition and the support accorded it by employers generally, by governmental agencies and by organs of public opinion.
- 15. Causes of defeat, second in importance only to the fight waged by the Steel Corporation, lay in the organization and leadership, not so much of the strike itself, as of the American labor movement.

#### THE CLOSED SHOP

- 16. The immigrant steel worker was led to expect more from the twenty-four International Unions of the A. F. of L. conducting the strike than they, through indifference, selfishness or narrow habit, were willing to give.
- 17. Racial differences among steel workers and an immigrant tendency toward industrial unionism, which was combated by the strike leadership, contributed to the disunity of the strikers.
- 18. The end of the strike was marked by slowly increasing disruption of the new unions; by bitterness between the "American" and "foreign" worker and by bitterness against the employer, such as to diminish production.

The following question was definitely placed before the Commission of Inquiry: Were the strikers justified? The investigation's data seem to make impossible any other than this conclusion:

The causes of the strike lay in grievances which gave the workers just cause for complaint and for action. These unredressed grievances still exist in the steel industry.

#### Recommendations:

I. Inasmuch as-

- (a) conditions in the iron and steel industry depend on the conditions holding good among the workers of the U.S. Steel Corporation, and—
- (b) past experience has proved that the industrial policies of large-scale producing concerns are basically influenced by (1) public opinion expressed in governmental action, (2) labor unions, which in this case have failed, or (3) by both, and—
- (c) permanent solutions for the industry can only be reached by the Steel Corporation in free cooperation with its employees, therefore—
- It is recommended-
- (a) that the Federal Government be requested to initiate the immediate undertaking of such settlement by bringing together both sides;
- (b) that the Federal Government, by presidential order or by congressional resolution, set up a commission representing both sides and the public, similar to the Commission resulting from the coal strike; such Commission to-

#### SELECTED ARTICLES

- 1. inaugurate immediate conferences between the Steel Corporation and its employees for the elimination of the 12-hour day and the 7-day week, and for the readjustment of wage rates;
- 2. devise with both sides and establish an adequate plan of permanent free conference to regulate the conduct of the industry in the future;
- 3. continue and make nation-wide and exhaustive this inquiry into basic conditions in the industry.

#### II. Inasmuch as-

- (a) the administration of civil and police power in Western Pennsylvania has created many injustices which persist, and—
- (b) no local influence has succeeded in redressing this condition, therefore 2
- It is recommended-
- (a) that the Federal Government inaugurate full inquiry into the past and present state of civil liberties in Western Pennsylvania and publish the same.

#### III. Inasmuch as-

- (a) the conduct and activities of "labor-detective" agencies do not seem to serve the best interests of the country, and—
- (b) the Federal Department of Justice seems to have placed undue reliance on cooperation with corporations' secret services, therefore—

It is recommended-

- (a) that the Federal Government institute investigation for the purpose of regulating labor detective agencies; and for the purpose of publishing what government departments or public moneys are utilized to cooperate with company "under-cover men."
- IV. It is recommended that the proper Federal authorities be requested to make public two reports of recent investigations of conditions in the steel industry, in making which public money was spent, and to explain why these and

similar reports have not hitherto been made public, and why reports which were printed have been limited to extremely small editions.

(Reference is made specifically to Mr. Ethelbert Stewart's report on civil liberties in Western Pennsylvania, made to the Secretary of Labor; to Mr. George P. West's report made to the War Labor Board; to the Testimony of the Senate Committee's strike investigation, 2 vols., printed in an edition of 1,000 only; and to Senate Document 259.)

- V. It is recommended that the Industrial Relations Department of the Interchurch World Movement continue and supplement the present inquiry into the iron and steel industry with particular reference to—
  - I. Company unions and shop committees;
  - 2. Social, political and industrial beliefs of the immigrant worker;
  - 3. Present aims of production in the industry.
  - Conduct of trade unions with reference to democracy and to responsibility.
- VI. It is recommended that immediate publication, in the most effective forms possible, be obtained for this report with its sub-reports.

## THE OUTSIDER IN LABOR DISPUTES<sup>1</sup>

The spokesmen of the various employers' associations assert that the right to hire and fire belongs wholly to the manufacturer. The unions and their sympathizers deny this. Everything else turns upon this fundamental conflict. It is easy to see why this is so. If the employer can fire and hire at any time for any reason that seems good to him, then the worker is like a tenant without a lease dealing with a landlord who can issue his own notices of eviction. The unlimited power of discharge naturally means the unlimited irresponsibility of the worker. For an industry from which he can be evicted at any time can obviously make no claim upon him. If he can be fired when it suits his employer, he works to suit

<sup>1</sup> New Republic. 25:92. December 22, 1920.

himself. When prices are high and the demand for labor is brisk he puts his labor up at auction and follows the highest pay without compunction and without regard to the future. For him there is no future that he can take into account. Even if he makes himself liked with the boss, and is familiarly called Jack, he does not know that a new foreman won't take a violent dislike to him four weeks hence. And all the while he knows perfectly that if prices fall, he may be on the street.

That loyalty, cooperation, harmony, and zeal do not flourish easily when a man has no stake in an enterprise is, we believe, everywhere admitted. What does the excellent advice about owning a home spring from except the knowledge that a man will not care for a community in which he is a mere transient? What are the schemes for distributing stock to employees but an attempt to create more permanent bonds between the worker and his industry? Well, the recognition of the worker's equity in his job is not only more important than home ownership or stock ownership; it is the only condition under which they are tolerable. To own a home when at any day you may have to move out of town is not to acquire property, but an entanglement. It is to jeopardize everything including your savings. For if the job is insecure in the sense that it depends upon the will or the whim of the employer, then there is no use preaching loyalty to the industry, a stake in the community, or personal thrift.

It is, therefore, no idle phrase when people characterize the "open shop" campaign as radically anti-social and morally destructive.

## LABOR AND THE OPEN SHOP<sup>1</sup>

We cannot agree with Senator Poindexter that what is known as the "open shop" will remedy the evils which he so clearly points out. Theoretically every worker, whether he be a hand-worker or brain-worker, "should be free to pursue his vocation as one of his inalienable rights." But the history of trade-unionism shows that in our industrial system the workman was not free to pursue his vocation when the "open shop" was the prevailing condition in factory, mine, railway, and

<sup>1</sup> Outlook (editorial). 125:11. January 5, 1920.

workshop. The open shop meant the absolute control of the worker by the employer. Skilled artisans throughout the civilized world have come to believe, and we think their belief is justified by their experience, that trade unions have greatly improved their material condition. The open shop, with the essential right which it confers on the employer to fix wages, to determine conditions and hours of labor, and to discharge at will, has come to be as abhorrent to the wage-worker as Senator Poindexter says the trade union is to the employer.

Out of the seventy-four years' struggle for supremacy between capital and labor has grown the present system of collective bargaining between organizations of employers and organizations of workmen. Whether we like it or not, we can no more go back to the open shop, which means the unquestioned supremacy of the employer, than we can go back to the hand loom for our clothes or to the town crier for our news. We can palliate the evils of the two warring camps in industry, the combinations of capital in one camp and the trade unions in the other, by compelling both to submit to the regulation of law. But the evils can be removed only by going forward, not backward.

What is the goal of such forward progress? Partnership between capital and labor instead of antagonism and war-fare.

Is there any prospect of such a goal being reached? To us the prospect seems brighter to-day, in spite of the crippling strikes in productive industry, than it has been for twenty-five years.

The promise for the future lies in the rapid spread among both employers and employees of the idea of what is called in general terms Industrial Democracy, or in specific language the Shop Committee Plan. The fundamental principle of this idea is that the wage-workers shall have, through the election of delegates or committees, some voice in the management of industry, especially as regards hours and conditions of labor, productive efficiency, and profits. If, through the practical application of this principle, capital and labor can be converted from inimical and mutually suspicious antagonists into partners working for mutual interests and with mutual confidence, American industry may enter upon a phase of productive efficiency and creative satisfaction such as it has never known before in its entire history.

## STATEMENT ISSUED BY THE NATIONAL CATHOLIC WELFARE COUNCIL<sup>1</sup>

The Social Action Department of the National Catholic Welfare Council makes the following statement:

The "open shop" drive of certain groups of American employers is becoming so strong that it threatens not only the welfare of the wage-earners, but the whole structure of industrial peace and order. Employers sometimes favor the "open shop" because they do not want to be limited in the employment of men to union members. But the present drive is not of that kind. The evidence shows that in its organized form it is not merely against the "closed shop," but against unionism itself and particularly against collective bargaining. Of what avail is it for workers to be permitted by their employers to become members of unions, if the employers will not deal with the unions? The workers might as well join golf clubs as labor unions if the present "open shop" campaign is successful.

The "open shop" drive masks under such names as "The American Plan" and hides behind the pretence of American freedom. Yet its real purpose is to destroy all effective labor unions, and thus subject the working people to the complete domination of the employers. Should it succeed in the measure that its proponents hope it will thrust far into the ranks of the underpaid the body of American working people.

The Bishops of the National Catholic War Council who issued the program of Social Reconstruction said: "It is to be hoped that this right—the right of labor to organize and to deal with employers through representatives will never again be called into question by any considerable group of employers." The Archbishops and Bishops of the United States in their Pastoral Letter proclaimed again "the right of the workers to form and maintain the kind of organization that is necessary and that will be most effectual in securing their welfare."

During the war the National War Labor Board recognized and protected a genuine kind of "open shop", one which assured the non-union man freedom and the members of the union the right of collective bargaining. That is not the kind of "open shop" for which the drive is now being made.

<sup>1</sup> Statement issued in multigraphed form, November, 1920.

80

The unions were necessary even during the war when working-people found their labor in great demand. They are still more imperative now, and they must keep their strength and grow. Otherwise we shall see a repitition of the old bad days when the workers were utterly dependent upon their employers.

There is great danger that the whole nation will be harmed by this campaign of a few groups of strong employers. To aim now at putting into greater subjection the workers in industry is blind and foolhardy. The radical movements and disturbances in Europe ought to hold a lesson for the employers of America. And the voice of the American people ought to be raised in the endeavor to drive this lesson home.

#### STATEMENT ISSUED BY THE FEDERAL COUNCIL OF THE CHURCHES OF CHRIST IN AMERICA

Release Monday, December 27, 1920 Federal Council of the Churches of Christ in America DEPARTMENT OF INFORMATION Jasper T. Moses, Director 105 East 22nd Street, New York.

#### Church Commission Questions Fairness of "Open Shop" Movement

A statement bearing on the present "open shop" agitation has been issued by the Commission on the Church and Social Service of the Federal Council of the Churches of Christ in America. The questions raised by the commission are of especial significance in view of the revelations of the Lockwood housing investigation in New York. The statement voices the representative Protestant view on the "open shop drive" which is in thorough accord with the recent utterance of the National Catholic Welfare Council.

The statement of the Commission on the Church and Social Service is as follows:

The relation between employers and workers throughout the United States are seriously affected at this moment by a campaign which is being conducted for the "open shop" policy—the so-called "American Plan" of employment. These terms are now being frequently used to designate establishments that are definitely anti-union. Obviously, a shop of this

kind is not an "open shop" but a "closed shop"-closed against members of labor unions.

of labor unions. We feel impelled to call public attention to the fact that a very widespread impression exists that the present "open shop" campaign is inspired in many quarters by this antagonism to union labor. Many dis-interested persons are convinced that an attempt is being made to de-stroy the organized labor movement. Any such attempt must be viewed with apprenhension by fair-minded people. When, for example, an ap-plicant for work is compelled to sign a contract pledging himself against affiliation with a union, or when a union man is refused employment or discharged, merely on the ground of union membership, the employer is using coercive methods and is violating the fundamental principles of an open shop. Such action is as unfair and inimical to economic free dom and to the interest of society as is corresponding coercion exercised by labor bodies in behalf of the closed shop. It seems incumbent upon Christian employers to scrutinize carefully

It seems incumbent upon Christian employers to scrutinize carefully any movement, however, plausible, which is likely to result in denying to the workers such affiliation as will in their judgment best safeguard their interests and promote their welfare, and to precipitate disastrous industrial conflicts at a time when the country needs goodwill and co-operation between employers and employees.

## THE UNION SHOP AND THE "OPEN" SHOP 1

Agreements for the closed shop, says the court, are void because they tend to create a monopoly; because they discriminate against workmen who are not members of unions.

Think of the absurdity of this argument!

Does not any contract with A exclude B. C. D. and all the rest? Let the reader mentally question himself somewhat as follows:

"If I have work to do am I bound to give it to a dozen, men instead of to one man?"

"If I am a real estate owner and build a whole row of houses must I employ as many architects and contractors as there are houses in the row?"

"If I am an owner of a mill and need raw material for the production of cotton cloth must I buy my cotton of a number of parties?"

"Does any law prohibit my making a contract with one planter for all the raw cotton I need?"

What difference is there between buying raw material or tools and machinery and employing labor?

Is the employer obliged to make individual contracts with workmen?

Is it the business of any one whether he employs union men or non-union men?

<sup>1</sup> Samuel Gompers, in pamphlet "Open Shop Editorials."

82

If it is not, and he chooses to make a contract with a union, has anybody the right to object? . . .

A manufacturer may buy all his raw material, all his machinery, from one company. No one is idiotic enough to tell him that he must patronize a dozen different companies. Why may not, if he be "American," close his shop to all workmen his shop to all manufacturers of raw material except one; he may he not buy all his labor of one union? He may close but those who are members of a given union which offers to supply him with labor. . . .

And why should not the union man work with and beside the non-union man? That, frankly, is none of the employer's business. Labor is under no obligation to justify its likes and dislikes to him. We were constantly told that supply and demand regulated the employment of labor, and that the market was free and should remain so. This being the case (we grant it for the argument's sake), the workman may say to the employer that he will not work for him except on certain terms, which terms may include an agreement on the employer's part to engage no men obnoxious to him.

These propositions cannot be denied. No one has been hardy enough to contend that union men may be *compelled* to work with non-union men, or that the former may, by law or judicial process, be prohibited from striking against the employment of the latter. In view of these facts, what life or meaning is there left in the "open shop" proposition? . . .

As was pointed out in the open letter issued by the Executive Council of the American Federation of Labor, we do not deny the right of the non-union man to work where, when, and for whomsoever he pleases. We simply insist upon the same right of all union men to refuse to associate with them in factory or in the club, and we insist upon our right to tell employers that they must have either union shops or non-union shops. They will not bully us into working under objectionable conditions by affecting to believe in any straw or impossible "principle." If they want our labor, they must make it pleasant for us to work for them. . . .

Since every man has the right to sell his labor as he sees fit, he has the right not to sell ut to the employer who wants an "open shop."

Every man has the right to say: "I will not work for you

unless you make a contract with the union to which I belong, and agree to employ none but members of that union." To say that he may not say this is equivalent to saying that he must sell his labor, not as he sees fit, but as the employer sees fit. . .

Even if all the courts in the country should decide that the union shop contract is illegal, an impossible supposition, the union shop would not disappear. The only result would be that no such contract would be made; the condition would be enforced without written contract.

You can not, the courts of the United States can not, force American citizens to work for employers they do not trust or like, or associate with workmen they do not like or respect.

Men can not be imprisoned for refusing to work under certain conditions and the injunction can not be employed in such a case. .

So much for this, for the open shop nonsense is general. As to our friends, the clothiers, fair newspapers have pointed out that even those who do not like the union shop prefer it to the sweat shop. We quote the following from the Boston Transcript, a conservative and dignified newspaper:

Some years ago, when the shops were "free and open," the employ-ment of an American in the clothing shop was the exception. The gar-ment maker took advantage of unrestricted immigratuon, and filled the sweat shops with the cheap labor of distressed European refugees until

sweat shops with the cheap labor of distressed European refugees until the conditions became so appalling that society stepped in and laws were enacted .o improve the sanitary condition of the shops and limit the hours of labor of women and children. The manufacturer who had brutalized the clothing operatives by taking advantage of the supply of labor in the warket was compelled to halt by the exercise of a vigorous bumane public sentiment, not by their own disposition. Now it is all very well to talk about the "old American system" and win a little applause for seeming patriotism, but it is not within reason-able comprehension that a return to the primitive conditions of clothing manufacture in this country is possible. The sweat shop is distinctly un-American, and anything which tends to bring it back must be resisted by an enlightened public sentiment. Indeed, if we are to return to a distinctly American system we must go back of the sweat shop to the time when the wool was cut from the back of the sheep, carded, and spun and the clothing made at home.

The unions, through the "closed" shops, abolished the sweat shop and secured for the garment workers the right of contract, an "American" right, and decent conditions.

We could call attention to a symposium in the July number of the Monthly Review of the Civic Federation on the question of the "closed" shop. Eight lawyers discussed the Adams opinion and only one of them, a corporation and trust

attorney of Chicago, upheld the veiw that a union shop contract is void and contrary to public policy. Some of these articles used language nearly as that which we, a lay critic, used in our editorial last month. Let us give a few extracts:

Mr. John Frankenheimer, of New York, says: "There can be nothing illegal in the efforts of unionists to make the shop in which they work a union shop, that is, to agree with the employer as a condition of rendering services to him that he will employ only members of the union. The employer is at liberty to refuse to limit employment to unionists, but if he does this the unionist must be at liberty to cease to work for him, that is to strike."

Mr. John B. Parsons, of New York, writes: "They (workingmen) may strike without notice and under circumstances which are most favorable to the accomplishment of their wishes, even if most injurious to their employers, always provided that they do not resort to criminal means or to anything which is in the nature of intimidation or violence, and equally do I understand that in the absence of statutory legislation to the contrary it is the right of employers to employ or not to employ whom they choose, and to make with their workmen any agreements which are for mutual interests, etc."

Mr. William V. Rooker, of Indianapolis, says: "It is to be supposed that if some paper manufacturer were to agree that for a certain price for a certain quality he would for a certain time furnish the Chicago *Tribune* all its white paper, that contract, according to Judge Adams, would create a monopoly and be void . . Judge Adams seems to be suffering from judicial strabismus to the extent that he can not see that the employers' constitutional right to contract would be destroyed rather than conserved by such a rule.".

Mr. Jackson H. Ralston, of Washington, D.C., writes: "The learned court ignores the fact that labor is property, so to speak, in the hands of the laborer quite as much as a right to do business is property in the hands of the head of a mercantile establishment. . . . Suppose they (organized workmen) unitedly determine not to labor in association with negroes or under a red-haired foreman or with men of another nationality, why may they not do so? In so doing they simply dispose of their own property as deemed meet by them."

Mr. Louis D. Brandeis, of Boston, writes: "It does not interfere with an employer's right of contract to induce him to

enter into a certain contract. Every contract which any person enters into interferes in some way with his future freedom of contract of other action. The "right of contract" is the right to restrict one's freedom of action. No sufficient reason suggests itself why he (an employer) should not be permitted to agree in advance for a limited time or until further notice to employ only union men."

## THE OPEN SHOP CRUSADE'

In Chicago, at a business men's convention, one of the speakers assures his colleagues that "in a little while the union labor man will be eating out of his employer's hand." In New York a semi-public employment service reports that while jobs were plentiful two months ago, "now we are lucky if we place one-fifth of those who are seeking work." In Detroit, Philadelphia, Cleveland, every other industrial centre in the country, organized labor is excitedly whipping together some sort of defence against an expected assault by capital. Every straw in the wind indicates that a large group of dissatisfied employers, taking advantage of a moment when it is profitable to suspend production rather than dump goods on a falling market, are preparing to launch against union labor perhaps the greatest offensive of the last dozen years.

Locally, in this struggle which seems to be impending, the issues may be varied and complex. Nationally, one issue will overshadow all the others. Away with the autocracy of labor! will be the battle-cry. Give us the Open Shop! Already this cry is raised. In a statement that has rallied all those employers who want "a show-down," the chairman of the Republican Publicity Association in Washington brands the closed shop as "exclusive, monopolistic and domineering." It is "rule or ruin." It destroys "the independence of the individual," spells disaster for production, transcends, in short, "anything dreamed of by rapacious monarchs."

If an attack upon the unions is in fact impending, it will be the most natural thing in the world for employers to dub it a crusade for the open shop. That battle-cry will be used again, just as it has so often been used in the past, because it is the most effective anti-union weapon. It can be so

<sup>1</sup> New Republic. 25:28-30. December 8, 1920.

86

phrased as to appeal to something Americans have been taught to esteem, though not always able to attain: freedom of choice for the individual man and woman. Why should any man be obliged to "join a union" for the privilege of going to work where and as he chooses? What is the advantage of getting rid of one autocracy only to become victim of another?

The answer of many labor leaders, of course, is that only by presenting a united front (i.e., through the closed shop) can an existing autocracy be done away with and the reactionary employer prevented from ruling his shop as despot. To banish an autocracy that actually exists, it is worth while to run the risk of substituting an autocracy that is still largely theoretical. Moreover, argue these leaders, the risk is never great; since the trade union, unlike the factory, is capable of control by popular referendum of its personnel. From this starting-point the argument branches off in a hundred different ways. Turn from that argument for the moment: how integral a part of labor's fighting program has the demand for a closed shop ever been? If "the menace of the closed shop" is much more than a paper menace, a bogey to be raised at a convenient moment, then the record of industrial conflict in America will show that foremost among the causes of great strikes has been the demand of labor for the closed shop.

As a matter of fact the record shows nothing of the sort. The history of conflict between the union and the modern "trust" dates, perhaps, from Homestead (1892). Was the closed shop the issue of the Homestead strike? No. Carnegie Brothers and Company simply warned the unions that if they did not accept its wage scale then Carnegie Brothers and Company would proceed to deal with its employers as individuals. Preservation of the union was the definite issue upon which the strike began. It lasted five months; ended with the unions defeated and the strong-arm tactics of the employer justified. Three other great strikes marked that troublesome year, and in none of them did the issue of the open shop figure any more substantially. The miners' strike in the Coeur d'Alène district of Idaho, still the most spectacular of all industrial struggles in America, was a strike against periodic wage reductions. The switchmen's strike in Buffalo aimed at a ten-hour day. The coal-miners of Tennessee struck in protest against the competitive use of convict labor. Of four great strikes in 1892, strikes still fresh in the memory of em-

ployers and of labor, not one was for the closing of a shop. A threat against the life of one union, periodic wage reductions for another, a workday of more than ten hours, the use of convict labor—these were the causes, none too creditable to capital, which provoked strikes that tied up industry for many months.

Through the history of industrial conflicts in the years which have followed, the story is much the same. The Mine Workers' strike of 1894 was directed not towards a closed shop but against a further cut in wages. The Pullman strike in Chicago, which led to the arrest of Eugene Debs and other leaders, and to the calling out of federal troops by President Cleveland, was a strike for the restoration of wages that had been paid the previous year. Where was the closed shop issue at Lowell or at Paterson, or in that anthracite coal strike which brought President Roosevelt into the controversy? Long hours, attempts to reduce wages, attempts to destroy every vestige of union labor power-these, and not the issue of the closed shop, have been the most fruitful causes of industrial warfare in America. We have, in the last year or two, had threats of strikes on the part of the railway workers. Never has the closed shop been the issue. In one instance it was hours; in another, wages. We have had a strike of coal-miners. The issue, again, was hours and wages. We have had a steel strike, four months of misery for many thousands of men and women; nowhere among the demands of the strikers was there an ultimatum for the closed shop. It was, in fact, for an open shop, in the sense that union men might work alongside non-union men in blast-furnaces and rolling-mills, that so many workmen downed their tools and fought the most powerful trust of modern times.

In short, those employers who attempt habitually to focus the attention of the public on the issue of the open shop, and upon that issue to the exclusion of every other, are neglecting in their enthusiasm those very factors which have steadily been the cause of trouble in the past. It is not hard to see why this should be the case. Workdays that run to twelve hours; shifts that sometimes keep a man on duty eighteen hours at a stretch; wages that do not match the government's own figures for an income necessary to maintain a decent standard of living; a policy of discharging able workmen simply because they are members of a union, and of keeping

them out of future jobs by virtue of the "black-list"—these are factors productive of industrial warfare, but factors which the reactionary employer cannot easily justify in the public's eyes. Result: to shift the issue, to conceal his real fears and hopes, the reactionary employer dwells upon the closed shop and the peril it will bring.

The issue of the open shop, nine times out of ten, is a smoke-screen behind which the reactionary employer can mass his guns for a totally different sort of attack. That is the first fact to be remembered as we approach the conflict which is threatening today. And the second fact is that responsibility for the struggle, if the struggle comes, rests on the side of capital. Consider the situation. A combination of special circumstances has indeed produced in many of our larger cities a closed shop in the building trades-and the same set of special circumstances, we believe, rather than the fact of the closed shop itself, has turned those building trades into a disgrace to organized labor; but in no other industry has the closed shop gone equally far, or followed the same set of ethics. The railway brotherhoods, with power to fight for a closed shop, have preferred the open shop, trusting to the good sense of non-union workmen to join the brotherhood once they witness what it can accomplish for its members. That is generally the case wherever union labor is established. Is there one instance today, in the whole country, of a single important union threatening to strike for the closing of a shop? Labor is nowhere taking the offensive. That fact. perhaps, seems too obvious today to be worth recording. But later on, if the battle is begun, the powerful engines of the press will be brought into service to prove the whole war was willed by union labor.

Union labor is on the defensive. If the attack of the reactionary employers comes, the unions will turn of course to the public for assistance. They will trust that the public has accepted the principles of trade unionism. No doubt the public's response would be heartier had the leaders of union labor shown more interest in that factor which the public is most interested in. This factor is production. And while the old-time chieftains of the American Federation of Labor have regularly declared themselves interested in production, they have never proposed labor's willingness to undertake part responsibility for it. They have, in fact, done their best to beat

down proposals like the Plumb Plan which aimed at just that responsibility on labor's part. Organized capital would, of course, have fought bitterly against such a change in labor's status; but by broadening the base of their pyramid so as to represent in larger measure the interests of the unorganized public as well as the workers, trade union leaders would have entrenched themselves more strongly for the battle which they face today.

Those employers who want to "go to the mat with labor" are in an odd position. After inveighing against labor for more than two years for its failure to increase production. here they are-now proposing to cut down production not because the world has less need of goods but because they want to safeguard prices. Meantime many of these employers are preparing to don armor and uphold the open shop. What they really mean-had they the courage to say it-is that they are preparing for an assault upon trade unionism. It will be a misfortune if they succeed in breaking union strength. Trade unionism is a necessary safeguard against exploitation, the one adequate means of organizing a supply of labor. When the unions have the privilege of coming into any industry on a preferential basis (i.e., neither a closed shop nor a non-union shop), and when these unions are open to any working man or woman who wishes to enlist, a premise is established for the growth of democratic power. But when that premise has been challenged, when the reactionary employers of the country seek a chance to crush the unions, then the fight becomes the public's fight as well as the cause of union labor.

## UNION AND THE OPEN SHOP'

A well-known employer has said, "The existence of unions shows that we have not done our duty as employers." This candid remark has been repeated as though it explained the cause of the existence of labor unions. If this explanation be true, then the trade unions are only temporary expedients whose mission is fulfilled when the grievances that brought them into being are redressed. That seems plausible as a quick and off-hand solution of the perplexing labor problem.

<sup>1</sup> Henry White. American Economic Association. Proceedings. 4:173-82. 1003. 2014 Server 2014

90

If we investigate more closely, however, we find that the movement of the wage-workers has quite another aspect; that while ill treatment has something to do with its existence, it only partly accounts for it. It is seen that this phenomenon is world-wide, that it is social as well as economic, that it is peculiar to all countries where the modern productive system exists, that it is as pronounced in localities where the conditions are most favorable and where the workers are skilled and well paid. The student soon ascertains that the unions represent a working class struggle, a striving upward of that great useful element in society which, with the single exception of the guild, has always been mute and defenseless. The labor union movement implies an orderly effort, not only to wrest concessions from the employer, but also to secure recognition from society. It is a movement which seeks to change the present standards by which the laborers' share in production is decided, and disputes the right of the employer alone to determine what fair treatment should be. The distinction is fundamental, and is the difference between democracy and autocracy. In reality it is industrial democracy that the unions aim at, and it is that which brings them into harmony with the world-wide tendency of • the times. The individual members may not be conscious of this purpose, but such is the effect of their action. The mere coming together of the wage-workers to consult is a departure that leads to far-reaching consequences.

What the employer whom I have referred to had in mind was the old conception of just treatment by simply giving his employees what he in his own opinion could afford. A sweater can offer the same reason. An employer who does not contend that he is paying as much as his business will allow would be a curiosity. Furthermore, no matter how good an employer's intentions, he can not allay the discontent with economic conditions; and owing to the limitations of competition, it would even be beyond his power individually to concede to his workmen conditions substantially better than prevailing standards. So we see that the problem is not a matter of the liberality of the individual employers, but of general conditions that can be improved only by a uniform upward pressure which the wage-worker himself must apply. In doing this he must encounter the opposition of employers, who naturally object to being disturbed, and who resent interference with their timehonored prerogatives. It does not follow from this situation

that the unions are arrayed against capital and that they are naturally hostile to employers as such; it is simply a condition that must be met. There is really no way of knowing what an employer can afford to pay or of deciding what an equitable division of the joint product should be, except by means of this forcing process and the balance reached as a result of such contention. The friction is largely overcome where employers appreciate this function of the union and are prepared to treat with it, not as something to be afraid of, but as a necessary factor in industrial progress. It would not handicap the employer disposed to be just to have a minimum rate of wages upheld, for it would improve his position as a competitor.

Such a recognition of the working class struggle is involved in the union shop, for it expresses the willingness of the employer to treat with his men on terms of equality and to allow them representation. The great consideration is to permit workmen to have a voice in the shop—to have some control over the conditions of employment. The recognition of that democratic principle means more to the worker than reading rooms, baths, and pension funds, which, under the guise of benevolence, undermine the independence of the employee. A manufacturer noted for that kind of philanthropy told me that it makes<sup>•</sup> unions unnecessary.

We now approach the most sensitive part of the question, the status of the non-unionists. In order to maintain their position in the open shop, the union men are obliged either to exclude the non-unionist or to induce him to join with them. A partly organized shop, and that is called "free" or "open," is untenable, for either the non-union men will in time have to join the union or the union men will be obliged to withdraw. They are incongruous elements, and one or the other in time must give way. The unionists have cause to feel that they are at a disadvantage working side by side with the non-members, who receive the favor of the boss and prevent concerted action on their part. Besides, unless all employees are bound by an agreement, the employer could eventually replace the union workmen by men who make individual bargains.

Consider the case of a shop in which the workmen, in order to present a just demand, unanimously organize and succeed in their contention. Then suppose they do not insist upon the exclusion of non-union men. In time the union men for-

92

sake the union or are superseded by non-union men. Disorganization follows, and the old conditions are restored. Under the stress of a common grievance they again organize and gain their object. Unless permanent organization is maintained by the majority's refusing to work with delinquent members or objecting to the introduction of non-union men, their previous experience would be repeated indefinitely without making headway. The presence even of a single workman acting independently serves to frustrate the purpose of all. This is the heart of the question. Let those whose sensibilities are offended by the harsh methods resorted to put themselves in the workman's place and tell us what they would do.

In applying ethical standards, existing conditions must be sidered. If all workmen understood their interests and acted consistently, the disagreeable features of labor unions would be unnecessary. It is the same deficiencies common to humanity that make governments coercive, but this sort of coercion we accept habitually. It is not an ideal condition where the pay of the artisan is measured by his resisting or offensive strength; nor is it so where Jones is made to work for less than his services are worth because Smith, who is more in need of a job and willing to live on less, can be induced to accept a lower wage. The best situation is where both sides are so strong that neither can afford to ignore either the claims of the other or the influence of public opinion. This is the condition favorable to arbitration.

When a union undertakes to exclude workmen from membership,—action which, in a state of thorough organization, is equivalent to debarring them from employment in their trades, —it wields a power which is public in character and which subjects it in the exercise of this power to the judgment of public opinion. The unions are therefore called upon to justify their actions in every case of exclusion or expulsion from the union.

Unions are showing an increasing consciousness of their responsibility in this respect by providing rules of procedure and courts of appeal. This is perfected where national unions have control over local unions. The national executive boards are directed by their constitutions to entertain appeals, thus eliminating the personal considerations which actuate local unions.

It is incumbent upon unions to act generously toward ofienders, so as to reduce as far as possible the number of work-

93

men debarred from the union. In fact it is to their larger interests to do so, otherwise the disqualified men would so increase as to threaten the union's position.

The mooted question arises as to how far the unionist can properly go in influencing the non-unionist. The right to persuade no one will deny, although courts have essayed to interfere with it. The right to ostracize or to refuse to associate with draftsmen who are indifferent to their common welfare is questioned. If that be wrong, then it is equally wrong for professional men to shun others of their calling accused of "unprofessional conduct." It is also wrong for merchants to taboo other tradesmen who disregard the ethics of their business. It would in fact be wrong for any one to refuse intercourse with another because of misconduct. Ostracism has always been a potent moral force, moral because peaceful and because depending upon the co-operation of others. It is perhaps the strongest influence in upholding social standards.

I do not wish to be understood as favoring the coercion of the non-unionist, because I recognize that labor unions must be founded upon the voluntary consent and good will of a majority if they are to endure; but some forcing is unavoidable in the movements of great numbers, especially in an aggressive movement that has immediate objects to attain and in which the interests of all are closely allied. It cannot be expected that the mass, that is, the organized part, will wait for the consent of every individual before it moves, the same as in the case of nations. Those who stand in the way of the rest have got to step aside or join the procession. Even those who may disagree with the policy of the majority can influence its course by acting with it. Where the majority, however, becomes oppressive and there is no hope of correcting its policy from within, it becomes the duty of even the dissenters to withdraw for the time being by way of protest, and should that be ineffective, to form another union in opposition to it, but always with the idea of eventually creating unity. The harmony that now pervades the labor movement is the result of the secessions and revolts against bad and corrupt management. Such means have always been the safeguard against tyranny and wrong tendencies, and the improvement in methods of government is chiefly due to the same means.

The methods by which the non-unionist is driven into the union seem arbitrary to those unacquainted with the circum-

stances, seem like a denial of his personal liberty to force him to join against his will, seem a coercing of the employer into driving an employee into the union against his interests. As a matter of fact, however, the non-unionist has nothing to say for himself; the employer alone is solicitious about his independence, and for motives easily divined. The scruples that the nonunionist is supposed to have against joining the union evidently exist only in the mind of the employer, for when the nonunionist finds his way into the union he becomes as zealous as the rest. He finds that instead of losing his liberty he actually gains it, and that he shares equally in the benefits of the improved conditions secured through the efforts of the others. Workingmen, knowing what actuates the non-unionist, disregard the delicate considerations which arouse the indignation of outsiders. They know that workmen remain aloof from the union, not from conviction, but for no other reason than indifference and short-sighted selfishness. Usually it is due to a doubt as to the willingness and ability of other workmen to act together; and consequently when the union succeeds in inducing the employer to compel them to join or leave the shop, they feel as though a union able to accomplish such a miracle is strong enough to benefit them.

Unions concerning the rights of the non-union men that do not take into account his relations to other workmen and the conditions which surround them are bound to be erroneous, just as are discussions of the status of an individual without regard to his relation to society. A workman entering a modern shop is at once made subject to uniform rules and conditions. His pay is determined by what the others get; should he work for less it would serve to depress the wages of the rest. His lot is cast with his class, and his paramount duty, therefore, is to support their solidarity. The workman who wants to work for less wages has lately received much attention. That remarkable being has not yet been put in evidence. If there be such a person, he ought to be made the subject of a sanity expert, rather than the subject of discussion by political economists.

The resort to violence by workmen is not to be tolerated, and from an economic standpoint it is unwise. Physical force is inconsistent with the benevolent purpose of the labor movement; and if successfully employed, would be emulated by other workmen and would lead them to rely upon it rather than on

the moral strength of their cause. A movement dignified by exalted aims and inspired by the brotherhood spirit, if it depended upon brute force as a means, would soon degenerate into a mob. The provocation to use force is intense under the trying circumstances of a strike, the same as it is among ordinary citizens when their indignation is aroused through some outrage; but to indulge in it would justify the antagonism of society, compelled, as it is, to protect itself against such aggressions. The supreme aim of organized society is to make personal vengeance unnecessary, to diminish the necessity for physical force, to make reason and justice govern human affairs. It is true that the labor movement, owing to its newness. is still to an extent held in distrust by society; its welfare, however, would be best served by winning public favor, and . to gain that favor it must merit it. This view I am sure is supported by every labor official: it is incumbent upon them not only to disavow any sympathy with lawlessness, but also to convince the membership that they do not secretly approve of it even where it may appear to serve their ends.

I do not intend to make a lawyer's plea for the union, to emphasize its good points and hide its weaknesses. The labor movement possesses such elements of strength that its deficiencies can be candidly admitted in order that they may be more readily corrected. To seek to destroy unions because of their defects would be like attempting to abolish government because of its abuses. The unions with all their faults represent a forward stride to the human race. They cultivate a spirit of self-reliance and mutual assistance which ought to more than compensate for their faults. Their shortcomings are the shortcomings of the average individual of which they are composed. While some of their actions cannot be defended on economic grounds, it may be said that workmen only share in the general ignorance of economic principles, and that they are merely enabled through organization to give effect to the opposition to improved methods. The hardships caused by inventions fall more heavily upon them and they naturally regard them from the standpoint of their temporary and immediate interests rather than the point of view of society.

To prevent excesses of the union is a grave question. It is to the likelihood of abuse of the power so suddenly placed in the laborers' hands that the distrust of unions is due. Those who suddenly acquire power are unable to measure its limitations or to realize the responsibilities that go with it. This much, however, can be said to allay this apprehension: As the unions become stronger and gain in experience, they lend to conservatism, and their rashness is but the evidence of crudeness. The hard and stern conditions confronting them can be relied upon to keep them within bounds. The employers, when hard pressed, can seek refuge in combination, and they have shown themselves to be as capable in that respect, at least, as the workmen. The problems which they raise are but the problems of democracy. Where people try to assert and govern themselves they become troublesome. The simplest condition is despotism, political or industrial; it consists merely in allowing someone else to decide what is best for yourself. Democracy is the stormy sea over which the bark of humanity must sail. Better progress under such difficulties than the dead calm of subjection.

## TRADE UNION IDEALS'

The ideals of trade unions differ. The ideals of the socalled unskilled worker differ in degree from the ideals of the so-called skilled worker. The ideals of the new recruit differ from the ideals of the veteran unionist. Some trade unions are but business corporations, devoting their time and money to the protection of the draftsmen enrolled in their union, perhaps devoting some time to the protection of affiliating unions, that is, of workmen who may possibly be able to take the place of their more advanced craftsmen in the event of an industrial battle. Some unions remain practically outside of the active labor movement; the higher ideals of trade unionism have not entered into the minds of their leaders; they do not discuss questions of mighty import save as they affect their own craftsmen's interest. The great body of the trade unions, however, are not merely business corporations for the protection and the advancement of the interests of their members only; they are affiliated one with the other in all matters pertaining to the best interests of all wage-workers, in the union and out of the union.

In the earlier days of trade unionism, handicapped as it was by legislative enactments and arbitrary and unjust treat-

<sup>1</sup>George E. McNeil. American Economic Association. Proceedings. 4:215-22. 1903.

ment, exacted in the name of law yet really in defiance of law and justice, there was but an ideal of improved conditions. The child of the mill, of whom Mrs. Browning sang in her "Cry of the children," had hardly a dream of anything outside of the weary monotony of its labor; but when the hours of labor were reduced and childhood in a slight measure relieved of the crushing pressure of drudgery, then needed rest led to the ideal of leisure, of opportunity; and as the movement of the unions gained strength in finance and in membership, the ideal of larger wealth, with its opportunities of greater comfort in the home, took possession, and so during the century past higher ideals dawned in the minds of the leaders and of the led. The most beastly habits and customs of the barbarism of long hours and low pay gave way to more civilized habits and customs when the shorter workday arrived. The great co-operative establishments of England really owe their rise and owe their present magnitude to the ideals of trade unions and of labor men.

One of the ideals of the trade unions is that of securing freedom of contract—a freedom that cannot be obtained by the individual wage-worker unless such worker has a monopoly of a certain kind of skill absolutely necessary to his employer. It may be said that all the battle of the unions for recognition are battles for the obtaining of the power of freedom of contract. Strange as it may seem, the demands for nearly every measure of relief and remedy made by the trade unions have been met with a claim that such relief or remedy, by legislation or otherwise, would destroy the great right of freedom of contract. The minds of many men have been confused upon this question of freedom of contract. Many men believe that the freedom of contract between employer and employee exists, but trade unionists know that it does not exist, except where the trade union is strong enough to maintain it.

It is well understood that a contract supposes two parties, and that whatever tends to put one of these parties under the power of the other destroys the freedom of the contract. 'As I have said in another place and at another time, under the wage system no congregated form of labor is conducted on the theory of freedom of contract. At a hearing before a legislative body the treasurer of a large manufactory was asked if he ever consulted with his help with reference to the matter of wages. His answer was, "Do you suppose I

run my establishment on the town-meeting plan?" In other words he confessed, as all employers confess that he did not propose to allow any freedom of contract between himself and his employees. Employers do not confess this in words, but they confess it by their acts. The employer claims the right to name the conditions, the wages, and the hours of labor under which the laborer shall work.

The man who is forced to sell his day's labor to-day or starve tomorrow is unable to exercise any freedom of contract. The system under which the employer can wait to buy labor until starvation compels the laborer to sell at the price fixed by the employer is tyrannical. 'The delivery of one's property to a highwayman at the point of a pistol does not imply freedom of contract. It must be remembered that the present industrial system rests upon the power of the class of employers or capitalists to compel the laborer to work at such price and under such conditions as the employer or capitalist may dictate. There can be no freedom of contract under such conditions, and where there is no freedom of contract there is slavery. As the employer or capitalist is not dependent upon any one individual wage laborer, excepting perhaps in some very rare instances, the laborer has but one recourse if he wishes to obtain something of his liberty, and that recourse is his association with other laborers in such numbers as to be able to compel the employer or the capitalist to stop production.

The opportunity for the nearest approach to freedom of contract is when a powerful labor organization has attained a membership covering practically all the craftsmen; that is, when an employer cannot employ help or such help or such quantity of help as he requires unless such help are members of a union. In such a case the employer himself or his representative and the representative of the employees meet on measurably equal terms—provided always that the trade union organization is strong enough to enable the members to remain from work for such a length of time as will so diminish the capital invested in the enterprise as to compel a conference or to cause bankruptcy.

The charge that there is great danger to public welfare from the trade unions becoming monopolies is of the same character as the charge that there is great danger to private property in the establishment of a democratic form of govern-

ment. It is true that people possessing the right of the elective franchise may exercise that right by taking possession of private property; but no true American feels that his liberty of life, limb, and the pursuit of happiness or of his other property is really endangered under a republican form of government, because in the event of the democracy's taking possession of private property it could not be for private benefit and must, therefore, be for the public benefit, and under such conditions fair compensation would be given for the property taken. In the past certain kinds of property have been taken possession of in our states, almost noiselessly and certainly harmlessly, so that to-day the percentage of public property has been largely increased.

The trade unions claim that the wage-laborers through their unions shall fix the price and the conditions under which the laborers will sell their time, endurance, and skill; and it is simply ridiculous on the part of any one to claim that the wage-workers ought not to have this right, and having this right it is safe to say that they ought to be able to exercise it. The laborer is the merchant of his own time, and his labor is practically the only commodity in the market upon which the price is fixed by the buyer instead of by the seller. There is absolutely no tyranny in the trade union theory that the sellers of labor have the same right to sell their commodity that sellers of other commodities have.

"The fathers declared that all men are born free and equal: born possessed of certain inalienable rights, among which are the right to life, liberty, and the pursuit of happiness. The right to life, liberty and the pursuit of happiness under governmental law, is forfeited by the performance of certain acts contrary to public safety and the common weal. The right to life may not be forfeited in certain other instances by law, but the life and the liberty and the happiness of great multitudes of men are forfeited by no act of their own; and this loss of human and property right in life, liberty, and the pursuit of happiness may not be due to pestilence, war, or famine, but it may be due to the political, religious, industrial, or social systems extant. In some times and in some countries a man may lose his life or his liberty by the expression of an opinion that may be a common expression of a general opinion in other countries or other times. In such an instance the act of the government in taking a life or in depriving a man

# THE CLOSED SHOP

of liberty would be termed tyrannical. A man may lose his life and is sure to lose his happiness and a measure of his liberty because of his inability to obtain employment at such remuneration and under such conditions as will tend to his continued happiness. If the lack of such employment is due to an industrial or social system, then such system can be properly termed tyrannical.

The advanced trade unionist believes that the humblest wage-worker has property rights as well as human rights, and that it is impossible to separate the laborer's human rights, from his property rights. The so-called political economist has been blind and still is blind to the laborer's side of the question, that is, to the laborer's property rights; and the confusion in the minds of the so-called educators is largely due to the false and foolish theories that make up what is called the science of political economy, many of the propositions and assumptions of which are shown to be false. When we begin to recognize and acknowledge the laborer's property rights we shall have taken a considerable step out of the existing chaos into an orderly and scientific arrangement of data. The trade unions are in advance, in fact are the teachers of the schools; and great as is the cost of the battle between employers and laborers, it is an economic expenditure compared to the waste that has resulted and will result if we continue to follow the blind leaders of the blind. The property rights of the laborer must secure ampler protection than is now afforded if we wish to maintain our present civilization.

The great governing law of wages rests upon the habits of thought, and feeling, upon the customs and manners of the masses. Where the level of thought is purely physical or animal, groveling with the swine it feeds, occupied in discussing the fighting merits of game-cocks or men, and where the custom exists of working all the hours, possibly occupying the hours of holidays and other periods of rest in filth and drunkenness, in that locality or condition wages will be paid to the level that will enable the laborers to enjoy themselves in their existing low condition. To disturb this class of men from their sottish contentment by an agitation for more wages or less hours is to lift them up in the level of their manhood to thoughts of better things and to an organized demand for the same.

The instinct of the people is sometimes wiser than the

philosophy of the schools. The wage-workers, unionists and non-unionists, have an instinct that they are deprived of certain property rights by force of law and that this deprivation of the exercise of this right is in violation of moral law. Even where trade unions have not existed and industrial battles have occurred it is held to be an immoral act for a man to take the place of any one on strike. By some one it has been termed the thirteenth commandment, "Thou shalt not take another man's job." The great body of non-unionists as a rule live up to this moral law. Out of this instinct or belief is fast growing the additional belief that the wage-worker has an equity right, a property right in his product outside and above that for which he has received wages.

It is an ideal of some trade unions that the capitalist and the employee should be joint partners in production, and that the participation in the results of the joint partnership should be equitable to both parties. The trade unions recognize that under the present industrial system the person who furnishes the tools, that is, the plant or whatever is necessary for production, should receive some compensation for such use, and that when all necessary reserve funds have been created to take care of the depreciation and contingencies, and the employer or employing capitalist shall have been paid a fair sum for whatever services he renders in the joint production, then the employee should be an equitable sharer in the balance.

## UNION OR NON-UNION SHOP, WHICH?<sup>1</sup>

The union shop is democracy in industry. The right of employes to bargain collectively, to have a voice in working conditions, is recognized.

In the non-union shop this democracy is unknown. Paternalism and autocracy are the rule. The employer is absolute. He is the sole judge of working conditions. He sets hours and wages and tells his employes they may accept same or quit their employment. If the worker quits, and suffering to his wife and children result, the employer calls this "freedom of contract."

This employer dislikes the terms "non-union" shop, so he

<sup>1</sup> Frank Morrison, Secretary American Federation of Labor. New Majority. 5:10. January 22, 1921.

refers to his plant as "open" shop. The term is misleading and is intended to deceive. The inconsistency of the so-called "open" shop employer is shown when he says he makes no distinction between union and non-union employes and then fills his plant with spies to report any union employe who has been discovered discussing the value of trade unionism.

These employers know that in this age of organization it is unwise to announce that they are opposed to trade unions. So they employ just enough trade unionists to serve as an alibi against the charge that they oppose trade unions, but they do not employ enough trade unionists to dispute the employer's absolute and complete control over working conditions. If these organized workers advocate trade unionism they are discharged.

The unions hold that organized labor sets the standards for workers and that it is just as logical that all workers assist in maintaining these standards as it is for all citizens to pay taxes.

The so-called "open" shop employer would not approve a citizen shirking his duties as a taxpayer, but does favor his employees shirking their duties to their fellows. The reason for the latter position is apparent. The employer profits by this shirking, which permits him to set wages, hours and working conditions. But more than this he retains complete power over his employees.

## Employees Pay for "Welfare"

He may arrange welfare societies in his plant. He may have a system for those employes who serve him faithfully, and who just as faithfully abstain from trade union membership. He may conduct a system of athletics and recreation for his employees and provide them with model work rooms, but above and beyond all these there is no element of democracy in his plant. He denies his employes collective bargaining, and therefore controls the lives of these workers. He sets their living standards. He orders. His workers accept. They are denied an equality enjoyed by union shop employes.

Non-union shop employes accept the welfare work of an employer, but they do it at the price of their liberty. Their grievances are subject to the good will of the employer. He may remedy them, but he does it because he is a "good boss" and not because his employes stand up as men and demand justice.

If the grievance is not adjusted the employee must accept onerous conditions or quit. If an individual quits, that is nothing to the employer.

#### Just Like Slave-Holders

Fundamentally there is no difference between the non-union shop employer and the slave owner before the civil war. In both cases the employer and the slave owner are absolute. Both provided amusement for their workers. The slave owner prided himself on being "a good master." The non-union employer says, "I protect my employes."

In neither case was the slave or is the employe permitted to protect himself.

In the union shop this autocratic rule does not exist. Here, the employes have a collective voice in working conditions. The employer concedes that democracy in industry is possible and that welfare work is not a substitute for democracy. The union employer is not interested in welfare work or in "protecting" his employes. He treats them as Americans who can furnish their own amusements and recreations. Company doctors, company nurses, etc., are unknown among union employers.

The non-union shop employer ignores these fundamentals. He would conceal his slave theory—his mastership over his employees and their working conditions—by talking about the . so-called "open" shop, the glory of independence, and "the tyranny of the unions," while he himself denies independence and proves that tyranny can exist, though he attempts to conceal it with a velvet glove.

## ORGANIZED LABOR CANNOT SUBMIT TO THE "OPEN-SHOP" MENACE <sup>1</sup>

The following timely appeal is published in a leaflet by the Central Labor Union of Philadelphia, which requests labor organizations to reprint it and distribute it as widely as possible:

"The open shop is the open road to disaster for organized workers. It is the open road to mastery by the employing class. That is why intelligent workingmen oppose it; that is why employing masters favor it.

<sup>1</sup> National Labor Journal. 15:2. January 28, 1921.

"For workingmen it is the entering wedge by which organization is slowly strangled, wages are reduced, hours lengthened, and the rank and file are reduced to servile submission to heartless bosses.

"Nowhere else in the modern world do the employing masters oppose the unions as they do here. A tremendous drive is being made by the employing class all over the country to crush unionism. Millions of dollars have been contributed for the purpose. Quietly gathering their forces, getting the aid of chambers of commerce and civic organizations, the masters of industry seek to establish unchallenged domination through the 'open shop.'

#### Closed Shop in Europe

"In England the struggle has been long fought to a conclusion. The same is true of Canada. In both countries the right of organization of shop and factory, mine and mill, is conceded. It has been eliminated from the realm of controversy. But the workingmen of 'free America' are forced to fight for an elemental right that is taken for granted in countries where monarchy itself still survives.

"The 'open shop' is related to 'Americanism' by our enemies. No more class hypocrisy has ever been displayed. The slave pens of the Gary steel trust are typical examples of open-shop Americanism. Although the eight-hour day has been long ago conceded in the steel industry of England, Germany and other countries, the United States is the only country in the world where workingmen work twelve hours per day and seven days a week. This is open-shop 'Americanism.'

"Organization is forbidden. He who talks it, is discharged. He who attempts to organize is slugged. Spies of the companies swarm in the mills. They slink in the streets, in the poolrooms, in the movies, at public gatherings, everywhere that workingmen gather the company spy is present. Suspicion, fear, distrust and hatred brood over the workers. The friend working by their side may be a spy. Life is filled with this brooding menace, that dogs their heels. This is open-shop 'Americanism.'

## Garyism and Welfare Work

"'Welfare work' of the open-shop masters of Garyism is substituted for unionism, together with the 'company union.'

Homes are purchased from the company by the workers on easy payments. When a real strike comes this 'welfare work' is seen to be a scourge to whip the slaves back to their pens. The workers are evicted from their homes, except those who consent to betray their brothers by going to work. It places a premium on treachery. This is open-shop 'Americanism.'

"The 'company union' is a plaything of the employing masters. The workers 'organize' like sheep under the eyes of the bosses. Officials are chosen to preside over this abortion of unionism. Any genuine grievances cannot be discussed under the eyes of the agents of the masters. He who attempts it soon finds that he is discharged for some trivial reason. The workers are cowed. They submit to injustice and merciless robbery. This is open-shop 'Americanism.'

"Brothers in the army of labor: Shall we submit to what our brothers in the monarchies of Europe will not tolerate? To do so would be to brand ourselves as craven cowards and merit the contempt of our children. It would be to play false to the martyrs of the labor movement in this country. Our fathers, beginning in the '20s of the last century, formed their first enduring unions. Some went down in ruins, but their sons rebuilt them again and again. Through struggles, disappointments, sacrifices and defeats, they struggled on through the '40s, the '50s, and the '60s.

"Then came the Civil War, and the unions all but disappeared. With peace a new generation took up the old task and through the nineteenth century repeated this struggle. Now we are in the twentieth century and at the end of a war to 'make the world safe for democracy.' Safe for any country but the United States; safe for the employing masters of industry.

#### Is This Americanism?

"What a travesty! We are called to the fields of Flanders while these employing upstarts remained at home and accumulated enormous gains. Some of our brothers lie in graves across the Atlantic. Many have returned and they are now told by the employing upstarts that organization of labor is "un-American!' Would that our brothers now lying in the fields of France, would witness this spectacle in the country for which they gave their lives! Yet the masters tell us this is open-shop 'Americanism.'

"Shall we submit? Shall we permit this stark impudence,

this attempt to capitalize patriotism for dirty material ends, to go without rebuke? Shall we permit the masters of industry to identify Americanism with their bank accounts?

"No, a thousand times, no! Without organization of labor in industry, workingmen are helpless to contend with the mighty power of organized capital. The employing class demand and secure organization for themselves and would deny it to us. This is impertinence and greed compounded. The workers will organize for betterment and fraternize for mutual protection. There can be no democracy in the workshop that rests on the autocratic will of the owners. It is industrial slavery.

The open shop means the supremacy of the employing masters. The union shop means the democracy of labor meeting with the bosses on equal terms and capable of warding off injustice and tyranny. The open shop is bogus patriotism. This union shop means a humanist spirit in industry. The open shop means the spy, the sneak, low wages, long hours, suspicion, treachery and vast profits for the employing masters. The union shop means fraternity, better wages, shorter hours; trust in each other and a collective voice in determining conditions of work.

"Take no account of what a mercenary daily press may say. Most of the daily papers will be against us. Rely on yourselves. Your vast numbers give you power. By dividing you they weaken you. The struggle is on, and each of us should be glad to participate in the best cause that has come to us in a generation.

"Away with the open shop, with its fake 'Americanism!' Onward to the union shop, with its fraternity, its democracy, its collective help, its unity of ideals and service to each other!"

## THE OPEN SHOP 1

The hypocrisy of the "open shop" crusade being conducted by associations of employers is made manifest by the almost unanimous endorsement of all large employers whether their shops are open or closed. Had the campaign been confined to those employers who are restricted in the employment of labor to trade-unionists there might have been a semblance of sincerity in their effort to abolish the closed shop. The employ-

<sup>1</sup> National Labor Journal. 15:4. January 28, 1921.

ers were quick to discover their error, however, and are now masquerading under the name, "American plan."

The real motive back of the "open shop" movement, or "American plan," is the disruption of trade unionism, and the defeat of collective bargaining. It is hypocritical for the employers to say that they are not opposed to trade-unions, but demand merely the right to deal individually with their employes instead of with their chosen representatives. What good would it do a man to belong to a trade union if his union were denied the right to represent him? When collective bargaining is denied, the unions might as well close up shop.

The organized employes are not the only ones affected by the open shop crusade. The welfare of every wage-earner is at stake in this fight. The trade union is the only bulwark against greedy and avaricious capital; the trade unions established in America what is today considered a high standard of wages and working conditions, and did it in spite of and over the opposition of organized capital. This standard can only be maintained and improved by the workers collectively.

The one and only object of the "open shoppers" is to defeat collective bargaining, thus having a free hand in establishing wages and conditions of employment to suit themselves. The principle of collective bargaining has been established after a long struggle against the forces of profit and greed, and will not be surrendered.

## COLLECTIVE BARGAINING<sup>1</sup>

Collective bargaining means that the organized employes of a trade or industry, through representatives of their own choosing, shall deal with the employer or employers in the making of wage scales and working conditions. Collective bargaining is the only practical proposal for adjusting relations between the management and the workers in a business way, assuring a fair deal to both sides.

Each individual joins with his fellow workman to ask collectively for better wages and conditions of employment that he could not secure through his own efforts alone. An employer of, say, five hundred men, has an unfair advantage if he deals with them as individuals. To make the employes equal in

<sup>1</sup> Pamphlet, by Samuel\_Gompers, 1920, Microsoft ®

power and influence to the employer they must be organized, and through regularly chosen representatives, meet the employer on a common footing. By conceding points on each side an agreement can be finally reached that will maintain better relations and therefore greater industrial peace.

In no other walk of life does the idea exist that a man must arbitrarily accept any offer that may be made by another. There are two sides always to an agreement. Each side ought to have equal chances to propose and insist upon what it considers a fair agreement.

Industrial peace can be secured only by the righting of wrongs suffered by the workers. If a body of workers has a grievance it can be adjusted only through conferences with the employer or his representative. As all can not meet the employer at one time it is necessary for them to select representatives to carry out their will as expressed collectively. This right is identical with that always held by the employer and never challenged by the law or the public.

In all spheres of activity in which employers, business men, public men and citizens generally have any matter in which their interests are involved, they not only avail themselves of appearing by their own representatives and counsel of their own choosing, whether in litigation before the courts or in business relations, but they are guaranteed even by the constitution of our country the right to be heard by counsel. The claim of the workers in this respect is founded upon the same fundamental beneficial principle—the right of the workers to be represented by counsel (not lawyers), representative of their own number and of their own choice.

For instance, in great industries such as the iron and steel industry, the employes have nothing to say as to their wages and working conditions. They work twelve hours a day and every two weeks, in changing from day to night work, they are compelled to remain at their tasks for twenty-four hours straight. This has been the practice since the industry has been organized into corporations. There have been much opposition and grumbling from the employes, but these have never reached the heads of the corporations, or if they did, found no response.

The employes were unorganized. Collective bargaining, except for a short time years ago with a small number of highly skilled employes, was unknown. The great mass of workers had no yoice in what they should receive. If a superintendent or

#### SELECTED ARTICLES

foreman wished to change the conditions of employment, he could do so without question, as each department is expected to produce a certain amount in value. The straw bosses pinched and schemed to do it. The only way they ever tried was to take something away from the employes. They never considered that most efficient production could be secured only when agencies for assuring justice to employes and best management and working conditions were established. It was this sort of industrial servitude that culminated many times in great strikes in the steel industry. It brought the strike of 1919. The head of the great corporation in that industry refused to meet representatives of the employes even to hear their grievances. If collective bargaining had been in force in that industry the twelve and twenty-four hour day would have disappeared years ago, and it would have been accomplished without a strike. Now the responsible head of that corporation knows so little of what the steel workers are thinking that he even asserts that they want the twelve-hour day.

As the employes were employed as individuals and kept apart by racial, creed, national prejudices and other means, they could not unite to submit their grievances until they became members of trades unions. They could not understand each other, nor could they succeed in eliminating the causes that had formerly kept them in isolated and hostile groups.

Collective bargaining in industry does not imply that wage earners shall assume control of industry, or responsibility for financial management. It proposes that the employes shall have the right to organize and to deal with the employer through selected representatives as to wages and working conditions.

Among the matters that properly come within the scope of collective bargaining are wages, hours of labor, conditions and relations of employment, the sanitary conditions of the plant, safety and comfort regulations and such other factors as would add to the health, safety and comfort of the employes, resulting in the mutual advantage of both employers and employes. But there is no belief held in the trades unions that its members shall control the plant or usurp the rights of the owners.

Collective bargaining takes into consideration not only mutually advantageous conditions and standards of life and work, but also the human equation, a consideration too long neglected.

110

#### Application of Principles

Q. What is collective bargaining?

A. Simply a business proposition by which the organized employes in a trade or industry deal collectively with their employer or employers. Q. How is this accomplished?

Q. How is this accompliance: A. The employes in their union appoint a committee to draw up new wage scales and working conditions. These are reported to the union for consideration. Then in regular meeting each question is taken up and dis-cussed from every angle. Finally the union agrees upon a wage-scale and working conditions to submit to the employer. A committee for this purpose is selected, as the entire number of employees can not meet in conference with the employer. This committee meets the employer or his representative and discusses the desires of the employes collectively thereas their meion through their union.

Q. Does this committee have full power to act? A. No. It must report back to the union the result of its conference with the employer. If the report is satisfactory the union approves the settlement and an agreement for a stated period is signed by both parties. If unsatisfactory, further conferences with the employer or his repre sentatives are held until an agreement is reached.

Q. What advantage has such a joint agreement?

A. It removes friction that always exists where employes have no voice in the making of their wages and conditions of employment. It is democracy in industry as opposed to autocracy. The employes know what they are to receive for a certain period and therefore can plan ahead in buying a home or making improvements in their standard of living.

Q. Does collective bargaining protect the employes? A. Yes. Employes can not be discharged at the will of a "straw boss." Charges against them must be made, and after a trial, if they are found true, then the offenders can be discharged. If untrue, they retain their positions.

Q. What effect does this have on the "straw bosses"? A. It makes them more careful. They are not so arbitrary or do not seek trouble. It brings about mutually better feelings and relations.

not seek trouble. It brings about mutually better feelings and relations. Q. Does the fact that an employe can not be discharged without cause make him more independent and likely to create friction? A. No. Men who are placed on their honor, which is the result of collective bargaining, feel they have an interest in the plant and make every effort to carry out the union agreement. They are not nagged, brow-beaten or coerced. They take an interest in their work and the result is a better output and a lower turnover of labor. Their in-ticities on a set of curtailed can be an output to create the transition. itiative powers are not curtailed and because of that they try to create new methods that will be of benefit to the business. They are men and not mere machines, and this results in better feeling between employers and employes.

Can unorganized employes bargain collectively?

A. Not with a certainty that they will be treated fairly. Unor-ganized employes are subject to influences that will hamper their efforts for fair bargaining.

Q. Why?

A. Being unorganized they can not agree collectively to any proposi-tion that will benefit them, as the influences referred to will divert them into accepting less than that to which they are entitled.

Q. What are these influences?

A. Men employed as individuals always retain the fear that they are to be discharged or have their wages lowered whenever the employer sees to be discharged or have their wages lowered whenever the employer sees fit to do it. They are not in a position to enter objections to their working conditions because of these same fears. They are voiceless in their own affairs because they can not act collectively. Each is sus-picious of the other. Some feel that they are overlooked by the em-ployer while others are favorites who receive all the best work. Jeal-ousies are created. Discontent is rife. Therefore when the unorganized employes all meet together to decide what they shall ask the employer

they become cowardly for fear some other employe will report them to the employer. Those who take an active part always are the favorites of the employer and they advocate only those things to which the great majority of the employes would object if they were not afraid. The outcome of such a meeting is never satisfactory. Instead, discontent grows and in time the employes form a real union and from that time on they do not fear to express their thoughts or openly object to the statements of those known as company men.

#### Summary

Collective bargaining, it will be seen, makes for a better citizenship. It uplifts those who while unorganized were timid and servile. The industries accepting collective bargaining are stabilized and can face the future with certainty instead of doubt. Raising the standard of citizenship of the workers through collective bargaining affects the community in which they live. The standard of living is improved, the children are benefited through better chances for education and the home is made happier by the fact that the head of the family is able to earn a sufficient wage to support those dependent upon him. This is democracy in industry.

Autocracy in industry is where the employer fixes the wages and hours of employment arbitrarily. They must be accepted by the employes without question. Those who object are discharged. This creates a servile class that makes for an inferior citizenship.

The issue, then, is between collective bargaining and autocracy in industry. The good of the nation demands collective bargaining. There can be no defense for autocracy in industry.

## COLLECTIVE BARGAINING 1

In these days of "open shop" propaganda and "hundred per cent. paytriots" it might be well to consider what they are raising all the hub-bub about. It seems that the principal fly in the ointment of the paytriots and the big employers of labor is the growing strength of organized labor, therefore let us look into the ways and the wherefores of this "menace."

The present system of industry is based on profits.

Profits are that portion of the wealth which labor has produced which it does not get.

<sup>1</sup> Editorial, Butcher Workman Advocate (Omaha, Neb.). January 21, 1921.

Capital is the stored-up portion of the profits of past labor used to exploit labor of the present.

Labor is that element of society which when applied to natural resources produces all wealth.

If the reader will carefully consider these statements, he will find that they not far wrong. Taking them as a basis for argument, we would like to point out that in order that profits may be large, labor's share of the wealth it produces must be small. To the extent that labor is allowed to consume the wealth which it creates, to that extent is the profit of the capitalist cut down. This is the real reason for the alarm of the "open shop" crowd.

Organized labor maintains that the workers should have first consideration since they comprise the great majority of humanity and are primarily responsible for all the wealth of the world. Organized greed maintains that since the workers have always been cheated they should go on being cheated without complaint and allow the greater portion of the wealth which they produce to go into the hands of a few capitalists to be used to exploit the workers of the next generation.

Until recent years this was the common procedure. Wealth was piled up in the hands of kings and their retainers, financiers and their retainers and was handed down from generation to generation, the workers who produced it often dying in poverty and distress.

Through the struggles of centuries the working class of people have been slowly overcoming this situation. Education is supplanting ignorance and the worker is claiming an ever increasing share of the wealth which he produces.

The measure of his success is evidenced by the extent to which he is organized. The extent to which he is organized is evidenced by the manner in which he lives. In Timbuctoo, China, Korea and uncivilized countries, the workers are wearing breech-cloths, eating snails and rice,—and they are unorganized.

In America, where the inhabitants are semi-civilized and half-organized, the workers are wearing shoddy clothing and eating sow bosom. As they progress in civilization and organization they wear better clothing and eat the choicer quality of food, —pork loins and sometimes even porterhouse steak.

They accomplish this revolutionary feat by uniting with each other and organizing their labor power and selling it collectively

to the capitalists who control the machinery, tools of production and natural resources. To the extent that they are civilized (or organized if you would rather have it that way) to that extent is the bargain in their favor, and the greater is their share of the food, clothing and shelter which they have produced.

The capitalist is becoming alarmed at the growth of civilization, and therefore is setting up a cry to have the savages or uncivilized (unorganized) workers reap the benefits of civilization without performing any of the duties of civilization. Organized labor has offered and is still offering the benefits of civilization to the unorganized savages. They can have it for the taking. But organized labor further maintains that if they are unwilling to accept the boon when it is offered to them that they should not be allowed to endanger it by their presence in industry. If they do not wish to keep step with progress they should be shipped to Timbuctoo, China or Korea.

Collective bargaining is the only method whereby the common people can right their wrongs and improve their conditions short of revolution. Organized labor does not want revolution. The greatest obstacle to collective bargaining is the uncivilized, unorganized heathen who accepts all of the advantages of organization without giving a thought or a dime to help it.

## BRIEF EXCERPTS

The open shop campaign does not accord to union members the right of organization. In practice, the open shop means the non-union shop.—William L. Chenery.—Survey. 45:428. December 18, 1920.

In the historic sense the closed union shop is a reaction against the control of the means of production by the employer. It is not, as often thought, a reaction against capitalism. It is therefore not socialistic, for it accepts the economic order of the private ownership and direction of property. But it is an attempt to encroach upon the profits and control of industry through the power to bargain with the owners of industrial capital.—*Ernest F. Lloyd. The closed union shop versus the open shop: their social and economic value compared. p. 6.* 

There are two kinds of open shop, one that is open to union and non-union workers, with the two classes on an equal foot-Univ Calif - Digitized by Microsoft ® ing, and in which the management deals with the workers through local committees, without reference to their national organizations.

The other kind is the shop closed to union workers altogether. Unfortunately some employers' leaders mean the latter kind when they talk about an "open shop." What they mean is one closed to union men and open only to non-union men.— Syracuse Post-Standard. January 13, 1921.

The union shop rests on the freedom of contract, or individual liberty. There is no greater element of "monopoly" in it than in any other contract for services or materials. If you give work to A, you can not give the same work to B. Has B any grievance? Would it not be ridiculous for him to object to the contract in the name of equality? . . . There is no blow at idealism in the union shop. There would be if the unionswere close corporations, monopolies, aristocracies. But are they not working day and night to extend their influence to convert new men, to organize all their fellows?—Samuel Gompers, American Federationist, October, 1904.

Discharges for joining the union were so common in the months before the strike that the union organizers did not even keep records of the cases. Cases were too common to need proving and the organizer could only say to the victim, "After we're recognized you'll get your job back."

Pencil marks on a typewritten slip of paper in the Monessen "labor file" illustrated the principle of discharge. The paper was the report of a spy, plainly inside the union, and contained a list of names which were referred to in a letter, also in the file, from a labor detective agency.—Commission of Inquiry. Interchurch World Movement. Report on the Steel Strike of 1919. p. 212.

No other country in the world has such large widespread, well-financed, strike-breaking corporations, making money out of "labor trouble" as America. Their existence is an integral part of the industrial corporations' policy of "not dealing with labor unions." The steel strike was harvest-home for them. Outside the plants and inside, outside the strikers and inside the labor unions, their "operatives" spied, secretly denounced, engineered raids and arrests, and incited to riot. The concerns' managers spoke the same arguments as Mr. Gary in justification

#### SELECTED ARTICLES

of their activities. The companies concealed but were not ashamed of hiring "operatives"; it was a customary inevitable part of the anti-union alternative.—Commission of Inquiry. Interchurch World Movement. Report on the Steel Strike of 1919. p. 229.

The so-called open shop influences wages and the standard of life to the downward course, for it is based upon the sycophancy of the most docile, and the most immediate needs of those in direct distress, of the poorest situated among the workmen.

Agreements or joint bargains of organized labor with employers depend for their success upon the good will of the union and the employers toward each other. Neither should be subject to the irresponsibility or lack of intelligence of the nonunionist, or his failure to act in concert with, and bear the equal responsibility of, the unionist. Hence, the so-called open shop makes agreements and joint bargains with employers impracticable, if not impossible. The union can not be responsible for non-unionists whose conduct often renders the terms of the agreement ineffective and nugatory.

Inasmuch as the most conspicuous antagonists of organized labor are sponsors for what they term the open shop, upon the pretense of the liberty of the individual, the thought forces itself upon us to ask:

"When, in history, have the opponents of any movement for the uplifting of the masses constituted themselves the advocates and defenders of the liberty and freedom of the people?"— Samuel Gompers. From annual report to A. F. of L. convention. Boston. Mass., November, 1903.

Organized labor's insistence upon and work for, not the "closed shop," as our opponents term it, but the union shop, in agreement with employers, mutually entered into for the advantage of both and the maintenance of industrial peace with equity and justice for both, is to the economic, social and moral advancement of all our people.

The union shop, in agreement with employers, is the application of the principle that those who enjoy the benefits and advantages resulting from an agreement shall also equally bear the moral and financial responsibilities involved.

In my reports to previous conventions and in editorials in

our official magazine, I have often dealt with this subject definitely and fully. Our Federation has approached this question intelligently and manfully. There should be no recession from our logical and just position. It should be reiterated and emphasized. At the same time we should direct our effort still further and better to organize our fellow wage-earners; to instill in them the principles of duty well done—the principles of fraternity, solidarity, and justice—to make our organizations of still greater benefit to them than is even now the case, and that by reason of greater advantages the unions will be more deserving of their good-will, respect, and confidence. Thus will the still lingering opposition to the union shop be eliminated from the field of industrial controversy.—Samuel Gompers. From annual report to A. F. of L. convention, Pittsburg, Pa., November, 1905.

Labor (Washington) denounces the attempt of "the greedy, cruel, profiteers" to bring back the "glories of the open shop," and declares that the kind of "union" they want has never been better described than by Peter Finley Dunne's famous Mr. Dooley:

"'What's all this that's in the papers about the open shop?' asked Mr. Hennessey.

"'Why, don't ye know?' said Mr. Dooley. 'Really, I'm surprized at yer ignorance, Hinnissey. What is th' open shop? Sure, 'tis where they kape the doors open to accommodate th' constant stream av' min comin in t' take jobs cheaper than th' min what has th' jobs. 'Tis like this, Hinnissey: Suppose wan av these freeborn citizens is workin' in an open shop f'r th' princely wages av wan large iron dollar a day av tin hour. Along comes anither son-av-gun and he sez t' th' boss, "Oi think Oi could handle th' job nicely f'r ninety cints." "Sure," sez th' boss, an th' wan dollar man gets out into th' crool woruld t' exercise hiz inalienable roights as a freeborn American citizen an' scab on some other poor devil. An' so it goes on, Hinnissey. An' who gits th' benefit? Thrue, it saves th' boss money, but he don't care no more f'r money thin he does f'r his right eye.

"'It's all principle wid him. He hates t'see men robbed av their independence. They must have their indipindence, regard less av anything else.'

"'But,' said Mr. Hennessey, 'these open-shop min ye menshun say they are f'r unions iv properly conducted.'

"'Shure,' said Mr. Dooley, 'iv properly conducted. An' there we are: An' how would they have thim conducted? No strikes, no rules, no contracts, no scales, hardly iny wages, an' dam few mimbers.'"—Literary Digest. 67:19. November 27, 1920.

It is necessary to keep in mind the distinction between Mr. Gary's arguments based on possible evils,—the "closed shop" argument,—and his arguments based on the Corporation's actual practice. The difference was illustrated in this statement by Mr. Gary to members of the Commission of Inquiry on December 5: "I am just as much opposed to one big union of all the steel companies of the country as to one big union of all the steel companies of the country as to one big union of all the steel workmen. Both would be bad for the nation." Mr. Gary was not brought to a discussion based on *the actual fact*: whether one big union of *half* the steel companies of the country, with no recognized union among that half's steel workmen, was "bad for the nation." An analysis of fact, such as attempted in this report, must deal with the badness or justice of what actually exists,—with the alternative enforced by the Corporation's practice.

In sum, then, Mr. Gary could tell the Senate Committee in the same breath that "of course workmen had a right to belong to unions" but that "it is my policy and the policies of the Corporation not to deal with union labor leaders at any time." The Corporation never proposed any plan between the horns of this dilemma. The dilemma was actually resolved by the Corporation's practice. What the Corporation actually did, and does, is dealt with here.

The Commission's data show that the practice of the antiunionism alternative by the Corporation and by a large number of independents entailed in 1919—

- I. Discharging workmen for unionism, just as the twelve men were discharged at Wellsville in 1901 "for forming a lodge"; also the eviction of workmen from company houses and similar coercions.
- 2. Blacklisting strikers.
- 3. Systematic espionage through "under-cover men."
- 4. Hiring strike-breaking spies from "labor detective agencies."—Commission of Inquiry. Interchurch World Movement. Report of the Steel Strike of 1919. p. 208-9.

# NEGATIVE DISCUSSION

## THE CLOSED OR OPEN SHOP-WHICH?'

In eighteen hundred eighty-nine an engineer on a fast passenger-train, on a railroad that need not here be advertised, became violently insane. The time on his run had been cut down to fifty miles an hour. It was very rapid running at that time, and told severely on the man's nerves. Suddenly, while at the throttle, reason gave way, and the engineer started to make a record run. He imagined there was another fast train just behind; his life was at stake, and safety for himself and his train demanded that he should make a hundred miles an hour.

He had nearly attained his pace and was flying past a station where he should have stopped for orders when the fireman, realizing the situation, laid the madman low with a link-pin, and the train was slowed down just in time to escape a wreck.

There is a natural law, well recognized and defined by men who think, called the law of diminishing returns, sometimes referred to as the law of pivotal points.

A man starts in to take systematic exercise, and he finds his strength increases. He takes more exercise and keeps on until he gets "stale"—that is, becomes sore and lame. He has passed the pivotal point and is getting a diminishing return. In running a railroad engine, a certain amount of coal is required to pull a train of given weight a mile, say, at the rate of fifty miles an hour. You double the amount of your coal, and simple folks might say you double your speed, but railroadmen know better. The double amount of coal will give you only about sixty miles instead of fifty with a heavy train. Increase your coal and from this on you get a diminishing return. If you insist on eighty miles an hour you get your speed at a terrific cost and a terrible risk.

<sup>1</sup> Pamphlet by Elbert Hubbard. Printed by The Roycrofters, 1916.

Another case: Your body requires a certain amount of food: the body is an engine; food is fuel; life is combustion. Better the quality and the quantity of your food, and up to a certain point you increase your strength. Go on increasing it, and you reach a point where you get diminishing returns. Go on increasing your food and you get death. Loan money at five per cent. and your investment is reasonably secure and safe. Loan money at ten per cent. and you do not double the returns; on the contrary, you have taken on so much risk! Loan money at twenty per cent. and you probably lose it; for the man who borrows at twenty per cent. does not intend to pay if he can help it.

The law of diminishing returns was what Oliver Wendell Holmes had in mind when he said: "Because I like a pinch of salt in my soup is no reason I wish to be immersed in brine."

Churches, preachers and religious denominations are good things in their time and place, and up to a certain point. Whether for you the church has passed the pivotal point is for you, yourself, to decide. But remember this, because a thing is good up to a certain point, or has been good, is no reason why it should be perpetuated. The law if diminishing returns is the natural refutation of the popular fallacy, that because a thing is good you can not get too much of it.

Labor unions well illustrate the law of diminishing returns.

Labor unions have increased wages, shortened hours, introduced government factory inspection, have partly done away with child-labor, and done many other useful, excellent and beautiful things. But when labor unions go beyond the pivotal point and attempt to dictate the amount of the output: forbidding any man to earn more than so much; decide on the proportion of apprentices to workmen, that is, who shall advance and who not; declare what work shall be done in schools or in prisons, and what not; tear out work that has been done by non-union men and require that it shall be done over by union men; insist that you must join a union, or else be deprived of the right to work—then the union has passed the pivotal point, and has ceased to give an equitable return. When your children

do not go to school for fear of the cry of "scab"; when your wife dare not hang out the washing in the back yard for fear of the cry of "scab"; when you hesitate to go to your work, knowing you may be carried home on a shutter; when brickbats take the place of reason, and the walking delegate says, "Carry a union card or take out an accident policy"—then things have gone so far that in self-protection the union must be temporarily laid law with a link-pin.

The people of America can not afford to let any combination of men become an engine for the destruction of liberty, be it labor unions, Molly Maguires, Ku Klux, or church.

There are a million and a half men in America paying dues in labor unions. There are eight thousand paid walking delegates or business agents, who look to the laborers for support.

A million dollars a year is paid to organizers, the money being paid by the laborers.

Here we get an institution that supports a large number of men who do not work; who can call a strike or declare it off; who can prey on both employee and employer at will. It is like a religious institution grown great, that lives and thrives on the fears of its constituents.

Local unions meet weekly or daily. The men are called together in the "chapel" to receive orders. Conference and consultation are out of the question—unions are run by the men who get paid for running them. And the talking men in any union are, almost without exception, men who hope to rise through loyalty to the union and not by helping along their employer. Did you ever hear of a union where the men were called together to discuss methods and means to better the business that supplied them with work? Well, not exactly!

Members of a union hope to rise by helping along the union. They want more pay, shorter hours, and give their time to stating grievances that grow by telling. They wish to become walking delegates, organizers or officers in the union. Men who are loyal to the firm; who hame ambitions about furthering the business; who expect to become superintendents, foremen, partners and officers in the company, keep out of the unions, because they are not wanted there.

John Mitchell was right: "Once a laborer, always a laborer," if you are a union man and work in a closed shop. The closed shop writes the life sentence of every man in it, and shuts the man off from the assistance and friendship of the employer.

Labor union organizers constantly fan the fallacy that employers are the enemies of the men to whom they supply work; that capital is at war with labor, and that success lies in secretly combining against capital.

The organizers and helpers are really paid attorneys, and their business is to dirtort the truth for their own interests. They are preachers upholding their denomination.

Labor union meetings are all ex-parte—only one side is represented. The employer, his superintendents and foremen are carefully excluded.

With the open shop the labor union is a good thing it brings men together, and that which cements friendships and makes for brotherhood is well.

But the closed shop creates a sharp line of demarcation between labor and capital, and between union and nonunion men. It says, "Once a laborer, always a laborer." It stops the law of evolution; throttles ambition, stifles endeavor: and tends to make tramps of steady and honest workingmen. Workingmen who own homes can not afford to join unions, and men who are in unions can not afford to invest in homes. Because the strike is not a matter of choice; they have to throw up their jobs at the crook of the finger of a man who, perhaps, has no home, no wife, no children, no aged parents. Men over forty who go on a strike do not get back. Strikes are ordered by young men who have no property interests; no family ties and nothing to lose. For old men who can not earn the scale there is no work. Men with children to feed and clothe had better not forfeit the friendship of their employer by disregarding or opposing his interests.

When the unions have power to dictate a closed shop, they have reached a point where they say, "You must join our union or starve."

This is tyranny! It is un-American! It breathes the spirit of the inquisition and conjures up in one's mind the picture of Granada's blood-slippery streets.

Unionism, like political parties and other forms of organization, is preyed upon by men who do not consider themselves a part of the United States and are evidently bent upon forcing the workers into mental servitude and a state of hypocrisy.

When unionism gets to a point where it dictates to the employer whom he shall hire, and decides who shall have the right to labor and who not, then unionism has become un-American—a menace too great to overlook. Unlimited power is always dangerous when centered in the hands of a few men.

The American Federation of Labor is controlled by eleven men. These men are not workingmen. They may have been once, but now they live on the labor of others. They undertake to manipulate and regulate the lives of those who toil, and take toll for their service. The result is that, being human, they are drunk-power-crazed by success-and are attempting to run an engine fitted for fifty miles an hour at a speed of one hundred. It is the working out of the law of diminishing returns. From being a benefit, the labor union has become a burden. The few men who control the Labor-Unions have created a phantom in their minds called "Capital," which they think is after them and is going to shunt them into the ditch. They have frightened the laborers so long with ghost-stories that they have come to believe their own fabrications. What shall be done about this insane clutch for power? Must we forever endure the rule of the demagogue? Who is right in this question of "Labor versus Capital"? I'll tell you: both sides are right and both sides are wrong. The capitalists of this country, for the most part, were once workingmen, and many are workingmen now. And any laborer who owns a home and has a savings-bank account is a capitalist.

The open shop means liberty. The closed shop means slavery. Moreover, it means faction, feud, strife, violence. The open shop will make employers considerate, and labor unions cautious. Employers are not base and grasping, any more than men who work for wages are truthful, trusting and intent on giving honest service. Men are men, and safety lies in the balance of power.

Henry George, one of the sanest men that America or

Univ Calif Microsoft @

any other country has ever produced, a workingman, and for many years a member of a union, and the labor union candidate for mayor of New York in eighteen hundred eighty-six, says, in his Open Letter to Pope Leo XIII:

While within narrow lines trades-unionism, promotes the idea of the mutuality of interests, and often helps to raise courage and further political education, and while it has enabled limited bodies of workingmen to improve somewhat their condition, and gain, as it were, breathing space, yet it takes no note of the general causes that determine the conditions of labor, and strives for the elevation of only a small part of the great body by means that can not help the rest. Aiming at the restriction of competition—the limitation of the right to labor—its methods are like those of the army, which even in a righteous cause are subversive of liberty and liable to abuse, while its weapon, the strike, is destructive in its nature, both to combatants and non-combatants. To apply the principle of trades-unions to all industry, as some dream of doing, would be to enthrall men in a caste system. Union methods are superficial in proposing forcibly to restrain overwork while utterly ignoring its cause, and the sting of poverty that forces human beings to it. And the methods by which these restraints must be enforced, multiply officials, kitterfere with personal liberty, tend to corruption, and are liable to abuse.

to abuse. Labor-associations can do nothing to raise wages but by force. It may be force applied passively, or force applied actively, or force held in reserve, but it must be force. They must coerce or hold the power to coerce employers; they must coerce those among their own members disposed to strangle; they must do their best to get into their hands the whole field of labor they seek to occupy, and to force other workingmen either to join them or to starve. Those who tell you of trade unions bent on raising wages by moral suasion alone are like people who tell you of tigers that live on oranges.

you of tigers that live on oranges. Labor associations of the nature of trade-guilds or unions are neces sarily selfsh; by the law of their being they must fight, regardless of who is hunt; they ignore and must ignore the teaching of Christ, that we should do unto others as we would have them do to us, which a true political economy shows is the only way to the full emancipation of the masses. They must do their best to starve workmen who do not join them; they must by all means in their power force back the "scab" as a soldier in battle must shoot down his mother's son if in the opposing ranks: a fellow creature seeking work—a fellow creature, in all probability, more pressed and starved than those who bitterly denounce him, and often with the hungry, pleading faces of wife and child behind him. And in so far as they succeed, what is it that trades-guilds and unions do but to impose more restriction on natural rights; to creat "trusts" in labor to add to privileged classes other somewhat privileged classes; to press the weaker to the wall?

I speak without prejudice against trades-unions, of which for years I was an active member. I state the simple, undeniable truth when I say their principle is selfish and incapable of large and permanent benefits, and their methods violate natural rights and work hardship and injustice. Intelligent trades-unionists know it, and the less intelligent vaguely feel it.

So let this fact be slated: The union does not stand for labor—it only stands for such a portion of it as consents to be owned and dictated to by itself. For the multitude of young men and young women who wish to gain an education through the skilled use of hands, it cares nothing. It knows nothing about educating the brain by use of the hand.

The "pay envelope" is all it knows or cares about. Also, it cares nothing for production or the net result of labor. All it thinks of is more wages and shorter hours.

The despotism of unionism, if it could have its way, would reach past human belief. It seeks to paralyze human freedom and stop progress. The building of railroads and the growth of cities is nothing to it. The pursuit of another's happiness is its chief concern. It seeks to chain my pen, and say whom I shall speak well of, and whom not. It tries to name my friends, and if it could separate me from those I respect and admire, it would make their names anathema. It steps into my household and tells me how my boy shall be educated and how not. It examines my magazines and warns me to buy only of those advertisers who patronize magazines bearing the "label."

And then when I protest, it says, "Oh, we do not want to hurt anybody—if you employ only union labor and use the label, nothing will happen to you." Isn't this disunionism. Isn't it despotism? And all despotism is bad; but the worst is that which works with the machinery of freedom. The man with the big stick, who flashes a dark lantern in your face, and assure you that if you give him your watch, no harm shall happen to you, is not a robber. Oh, certainly not!

The endeavor of unionism is to make the job last, not to get it done. It assumes that the supply of work is limited and, if there are too many apprentices, the workingman will soon be on half-time.

Any man with this buzzing bee in his bonnet is already a failure. Superior men see no end to work, and all great men make work for thousands. They set armies to work and build cities where before were only prairie-dog towns.

The safety of this country demands that we shall resist coercion and intimidation whether offered by a church trust or a labor trust. The unions have, as we have said, done much good in the past—to them we owe factory-inspection, child-labor laws and the shorter working-day. But because a thing is good in small doses is no proof that we can stand an unlimited quantity of it.

Commercial excommunication now is no worse than church excommunication. When the church cuts you off.

you can go to God direct. You simply eliminate the middleman. When organized labor leaders seek to starve you out, you make your appeal to the people—and wax fat. Who represents the folks that actually work in this country, anyway? On your life, it is not the walking delegate!

When the labor leader reaches out his long pole from Washington, New York or Boston and endeavors to lambaste a man in Battle Creek, Indianapolis or St. Louis, he only wakes the party up and soon has a fight on hand. That a laborer shall not sell his labor where and when he desires; that an employer shall employ only certain people; that my boy shall not be educated; that an advertiser shall not patronize certain periodicals—all this is shockingly Russian and overwhelmingly Irish.

We long ago decided not to be ruled by a person in England, or a man in Italy. The Anglo-Saxon is a transplanted Teuton, with a dash of the hardy Norse in his fiber that makes slavery for him out of the question. In every land upon which he has placed his foot, he has found either a throne or a grave.

When these Norsemen with their yellow hair flying in the breeze sailed up the Seine, the people on the shore called to them in amazement and asked: "Where are you from and who are your masters?" And the defiant answer rang out over the waters, "We are from the round world, and we call no man master!" To these men we trace a pedigree. And think you we are to trade the freedom for which we have fought, for the rule of a business agent graduated from a cigar factory? Excuse this smile—I really can't help it.

When that punk party known as George the Three Times disregarded the warning of one Edmund Burke, who said, "Your Majesty, you must not forget that these Colonists are Englishmen—our own people, and they can not be coerced," he invited his fate.

The English and hired Hessions fought Washington five to one, but Washington was an Anglo-Saxon, a transplanted Teutonic Norse-American, and in his bright lexicon no such word as "fail" could be found.

All attempts to build up class hatred in this country must fail. We stand for cooperation, reciprocity, mutuality.

"Once a laborer, always a laborer," is not our shibboleth. I never ask a man I hire whether he belongs to a union any more than I would ask if he belongs to a church. That is his business. I most certainly would not ask him to renounce his union unless the union were trying to throttle him. Even then it is his affair. But certainly we will not be dictated to by men with less intelligence, energy, initiative and ambition than we ourselves possess.

Our labor union friends are lifting a fine cry about the injustice of injunctions. But what is their whole intent but to place an injunction of fear and coercion upon the employer, so that he dare not turn a wheel without permission!

There are inequalities in this country that must be worked out; there are injustices that must be righted; but the boycott, the club, the fagot, the bomb and the secret conclave—the air-brakes on prosperity's wheels—can never right them. We must bring patience, good nature and reason to bear. To solve the problems we must discuss, agitate, write, talk and educate—and again educate. Some day, then, the fog will lift, and the sun will shine out. In fact, it is beginning to shine out now.

To belong to a union is all right, but to say that the man who does not belong to a union shall not be allowed to labor is all wrong. Then to go further and say that the man who employs a man who does not belong to a union shall be starved out of business is absurd—and worse.

The closed shop stands for tyranny and oppression. It blocks human evolution, destroys initiative and fosters hate. Unionism stands for disunion. It perpetuates distrust, and makes division permanent. It places an injunction on progress, and chains the laborer to his bench. It organizes enmity, and makes a system of suspicion. Unionism does not strive to get the work done—its intent is to make it last. And it never means better work, because better work demands greater devotion, more patience, a finer loyalty. The union keeps in your shop workmen you otherwise would not have, unless they mended their ways and manners. It makes the slipshod perpetual, and the shiftless everlasting, by placing a premium on distrust and separating the employer from the employed. They never get acquainted.

### SELECTED ARTICLES

## THE OPEN SHOP FIGHT'

Fear, rather than wisdom or knowledge is behind the declaration of the National Catholic Welfare council against the so-called "open shop" drive. In the first place, there is no concerted action against the closed shop. In the second, the efforts of some employers to secure the "open shop" do not aim at the destruction of unionism, as the reported declaration of the social action department of the council alleges. There is no evidence that the alleged statements of the department are correct. They assume much more than they can prove.

The fight for the "open shop" is a fight for American freedom of contract for efficiency and the right to work. Its advocates believe that each worker will do his best if he is rewarded in proportion to the quality and quantity of his labor. The closed shop militates against the development of individual skill, because it places all workers on a dead level, and crushes individual initiative. It hinders efficiency also because union rules prevent the retention of good men, an unscientific system of seniority being insisted upon. In the "open shop" the individual obtains his chance by good work and fidelity to the interests of his employer. This latter is a quality generally absent from the closed shop because of the extent to which the socialistic spirit has permeated the ranks of the unions.

Though we claim that there is no concerted drive for the open shop, the sentiment for it has spread among employers, so that we may say that there is a strong movement for it. And this is not dictated by hostility to unionism. We have seen how the closed shop militates against American ideals of individual liberty and efficiency. Employers also have become weary of the manner in which unions have come to conduct themselves in recent years. Unions have like the Anti-Saloon league, become bullies, having grown until they terrorize both employer and worker. They have left the owner of the closed shop virtually no voice in the conduct of his business. But this does not place the employer in opposition to real construc-

<sup>1</sup> Editorial, Rochester (N. Y.) Post Express. November 13, 1920.

tive unionism. He is opposed to the evils that have grown into unionism, not to the thing itself. It is but natural that with access of power evils should have crept into unionism. In this it differs not a whit from other human institutions. Employers do not regard collective bargaining as necessarily evil. They are not fighting it. Whatever fight they may put up against bargaining is against that kind of bargaining in which the employer gets all the worst of the bargain.

Since there is no "drive" against unionism, but against its evils, and since the fight that is in some cases being made for the open shop is not a movement detrimental to the welfare of the wage earner, but to his advantage, the charge of the welfare council's department that the move will foster radicalism falls to the ground.

# THE CLOSED SHOP'

The "closed shop" is a system prevailing in factories conducted under a fixed rule that none but union men in good standing shall be employed. It is called the "closed shop" because its doors are barred against all employees whom the union does not recognize, and it is contrasted, with the "open shop," where both union and non-union men are employed without discrimination against either. The non-union man may be denied union membership; he may have been suspended or expelled, or he may not desire membership, but in either of these three contingencies, the fact and not the reason that he is nonunion is the conclusive disgualification against employment in a closed shop. As the employer cannot review the union's adjudication that a man is non-union, and as in most unions, like all secret societies, an applicant for membership must be approved or voted in, and no court or any other authority can review the organization's action in rejecting the applicant, the result is that no man can secure employment in a "closed shop" except by consent of the union.

The demand for the closed shop by the great majority of labor organizations, and the devices and combinations adopted to compel all employers to submit to it, together with its fundamental antagonism to our traditional principles and liberties, make it an issue, difficult to compromise or adjust. In many in-

<sup>1</sup> Pamphlet by Walter Gordon Merritt.

stances, unions and employers that are willing to arbitrate all other questions are kept from agreement because they regard it as a matter of principle and not for compromise. The union says it cannot perform its functions without insisting upon the closed shop, and the employer says every capable man is entitled to equal opportunities in seeking employment, whether he is a Catholic or Protestant, a union man or non-union man. The issue is the cause of so many strikes and the prolongation of so many more, that it is worthy of thorough attention.

The first thought that strikes one who studies trade union policies, is the prevalence of the demand for the closed shop, the almost universal hatred by the union of the employer and employee who does not conform to it, and the remarkable ingenuity and ability displayed by the unions in their effort to drive from the market the open shop employer, open shop products, and the non-union man, together with the irresistible power of their extensive combinations for that purpose. Most of their unlawful acts are designed to forward the "closed shop." "Show me an injunction granted," says the president of the carpenters' union, "and I will show you one more link forged in the chain of open shop dogma."

It is fair to state that nearly all the important labor organizations pursue a policy of discrimination against the non-union man and all who associate with him, and the best proof of this assertion lies in the examination of the records and policy of the American Federation of Labor, which includes most of the trade unions of the country. Mr. Gompers, who is the head of this institution, speaking for the federated unions which he represents, assumes his customary uncompromising tone and says: "As the immortal Lincoln said: 'This country cannot long remain half free and half slave.' So say we, that any establishment cannot long remain or be successfully operated part union and part non-union." John Mitchell, another officer of the American Federation of Labor, in his optimistic view of organized labor, apparently expects that all the country will eventually pay homage to the "closed shop," and that the rights of the independent worker will to that extent be abandoned. He is author of the statement that "with the rapid extension of trade unions, the tendency is toward the growth of compulsory membership in them and the time will doubtless come when this compulsion will be as general and will be considered as little of a grievance as the compulsory attendance of children at school."

The criticism of the "closed shop" lies not so much against this regime in the isolated cases where it might be mutually and voluntarily sought and desired, but to the penalties and difficulties with which employers and employees are confronted for refusing to conform. For this reason one cannot form an intelligent judgment on the issue until familiar with the methods employed to secure its adoption.

The strike is usually the first weapon employed to unionize or close a shop. The employer is told, in effect, that if he retains any non-union men in his employ, the substantial part of his working force will quit work in concert, his entire business organization, of foremen, assistant foremen, inspectors and skilled help, will be destroyed and his business paralyzed until such time as he can reorganize. Court decisions which condemn such a combination state that if this attitude is aimed at some unskilled or truly undesirable associate, the combination is justified and legal, but the mere fact that a man is nonunion affords no excuse for a movement of such coercive power to deprive him of employment. By methods similar to this, non-union workmen have been followed from one position to another and their discharge successively dictated by the same threat addressed to their successive employers.

In cases where strikes fail of their purpose, the American Federation of Labor, with a constitution providing for boycotting, has elaborate and powerful boycotting machinery available to each affiliated union in its efforts to enforce the closed shop. The Federation has a total membership of nearly 2,000,000 members, controlling a purchasing power of 10,000,000 -over a tenth of our entire population. This membership is enjoined to observe all boycotts under penalty of fines or expulsion, and is divided and sub-divided into national trade unions, some 30,000 local unions, over 500 city federations, and some 30 state federations. The 500 city federations are local federations of all the unions in a particular city, while the state federations hold the same relation to all the unions in a particular state. Thus the organizers of the American Federation of Labor, of which there are about 1400, and the organizers of the different trade unions, can at any time command the entire organized force of all labor unions in a city or all labor unions in a state, in their efforts to prevent a local dealer handling merchandise produced by an open shop employer. With agents in every trade center of the country

and local federations of all trades to act at their commands. with travelling agents going from city to city, and spies to detect open shop shipments and telegraph the information to the unions at the place of consignment,-lo we have a phenomenon hitherto unknown in either democratic or despotic states, with its branches like veins throughtout our entire society. When we reflect on the utter impossibility of escaping from the observation and tyranny of this movement in any remote section of the country where it may choose to pursue, and remember that it is largely designed and manipulated to eliminate the non-union worker from industry, our feelings change to alarm. All other attempts at secret orders and societies or the conduct of organized feuds pale into insignificance before the ramifications, power and aspirations of this institution. The idea staggers the imagination, for it discloses the irresistible machinery of an army of well-disciplined men against which the non-conformist is helpless.

Unfortunately, the use of the union label is another example of the same tyranny and intolerance, for had it not been for this general persecution by organized labor and its desire to exclude the unorganized workers, the union label would never have been brought into operation. In substantially all the trades, the primary object of the adoption and use of the union label is to encourage the trade of those employers who reject the non-union man and discourage the trade of those who employ him. It is another way of discriminating against the employer who harbors the non-conformist. In practically no instance does it appear that the union label stands primarily for such legitimate purposes as skill, hours, wages, sanitary conditions and other conditions of employment which it is right and just that the workers should fight for. The only universal test of the right to use the union label is the agreement to discriminate against the non-union worker.

The American Federation of Labor publishes what is called a union label gallery, which gives in pictorial form the labels of about one hundred trades, all of which have the indorsement of the American Federation of Labor and the powerful machinery of all its branches to support them. In this way these labels become passports to the market which assure wholesaler and retailer that they may safely purchase the goods, while their absence stamps the merchandise as the

handiwork of non-union toil and therefore to be shunned and boycotted or purchased at one's peril.

Another effective way of discriminating against the nonunion worker is shown by the methods employed by the United Brotherhood of Carpenters, which is probably the most powerful trade organization in the United States. The builder who purchases open shop woodwork, however, cannot be so easily intimidated by any attempt to withdraw patronage from him, and can only be reached through depriving him of the necessary skilled help to conduct his business and utilize the woodwork which he purchases. Consequently, the Carpenters' Union, with its membership of over 200,000 has adopted a regulation whereby each of the carpenters is forbidden under penalty of ten dollars to handle or work upon any materials which come from an open shop. The manufacturer's customers, or those who might be customers, are told that if they purchase the products of these open shops, strikes will be called upon the buildings which they are constructing. If the customer desiring to utilize open shop materials should employ non-union men to perform the work of installing them, he is confronted by another rule that no union carpenters will work for him or any other contractor on any building where non-union men are employed. The carpenters are also successful in inciting sympathetic strikes of other trades to enforce this position. The individual carpenters employed seldom have any sympathy with the enforcement of these rules, and would gladly work on the "open shop" materials but for their fear of the delegates and the fines which might follow.

So effective has this combination become on the Island of Manhattan, that practically no wood trim which is produced or worked upon by any non-union woodworker can enter into the construction of buildings on that island. Most of the larger builders, in order to avoid the constant repetition of strikes against open shop woodwork, have entered into a formal written agreement for a period of years not to purchase it, although it can be secured at prices twenty-five per cent. cheaper than the union material. In this way has the price of rents been increased by artificially increasing the cost of building.

Recently, a more formidable combination than these two just cited has been formed to further this same attack upon the rights of any worker who does not subscribe to the union principles. Some ten national organizations, including the machin-

ists, sheet metal workers and moulders, have formed a separate department of the American Federation of Labor in order that, among other things, they may assist each other in carrying out work of this kind. This department has issued notices from its headquarters, Washington, D.C., to the various unions belonging to it, directing them not to handle or work upon the machinery or other metal work of particular concerns which have refused to unionize mills and reject the non-union man. As a result of this manifesto, strikes have been called in different parts of the country against this class of non-union products.

All of the numerous trades connected with the construction of buildings and affiliated with the American Federation of Labor have likewise formed a special department connected with the Federation, which is known as the Building Trades' Department. Through its headquarters at Washington, it is able to direct strikes and boycotts against the building products of any concern which is not being conducted in accordance with the demands of any of the affiliated unions, and the usual method is to call out all trades on any building where open shop materials are being used. This department has passed a resolution to aid the Metal Trades' Department, by refusing to handle any metal products or materials which are not made in closed shops, and the co-operation of these two departments in the work of excluding and discriminating against the non-union worker and non-union products, presents a formidable scheme which is most alarming to this persecuted class.

If, according to closed shop advocates, methods such as we have been examining are going to make union membership a necessary qualification for employment, it becomes material to consider under what conditions a man can become or remain a member. No man has an enforcible legal right to membership in any trade union any more than he has in any private order or society. If he applies for membership, or his name is presented by some friendly member, he may be rejected or "black balled," as the expression goes, in the same way that he might be so treated by any private society. In some instances, nonunion men who have displeased the organization have been admitted on condition that they would pay large fines as a penalty for past "scabbing." Some men who have once been members and withdrawn have been obliged to pay dues on the wages they earned for the years that intervened. Unions have also seen fit to close the doors to all applicants for a given period

of time because it was thought that the membership was growing too large. Other restrictions relate to the years and conditions when a man may join, and state that he must serve an apprenticeship of three years and must begin between the ages of 18 and 21. All older men are thus excluded except in certain emergencies where the rules are suspended, and as the number of apprentices is usually limited by the union even the younger men are often barred except upon the payment of "graft" money to the officers in charge. Some unions discriminate systematically against foreigners. The carpenters' union, with 1000 branches or local unions throughout the United States, will not admit a person to membership except on the majority vote of the members of the local to which application is made, and if he is rejected by that branch he cannot thereafter be admitted by any one of the 1900 locals except by consent of the union to which he made first application and a two-thirds' vote of the union to which he made second application. Thus the action of a local union in California actuated as it might be by a group of members owing the applicant some personal grudge, may keep a man from employment in New York or any other state under the "closed shop" regime. Such are some of the difficulties which must often be overcome by him who would join the union.

The same problem arises after a man has joined the union, inasmuch as he may be unjustly fined, suspended or expelled. Again, the union would to a large extent have a final and conclusive voice on his right to earn a livelihood, if membership became a necessary qualification under the "closed-shop" system.

A few illustrations from actual life will suggest the tribulations of union men under a limited closed shop system.

In one instance, in the hatting trade in Danbury, an Irishman with a crippled wife loyally observed the union orders during a costly and prolonged strike, which soon exhausted the union treasury and the funds of this and most other workmen involved. He borrowed from a relative who had no money to spare, in order that he and his wife might exist during the stringency, and when the employers yielded, returned to work with the other men under some arrangement which provided that the shops were not to be union for a period of three months. At the end of that time, the union delegates called upon the men to pay dues based on their wages during that period. The Irishman did not have the money, and the union under its rules owed him more for strike bene-

fits than he owed it. He told them, however, that his first duty was to repay his relative who loaned him the money when he was in severe straits, and that he would then see that the union received every cent. The union refused to wait and the factory was struck, until the man was discharged. He tried then to secure other employment, but all union shops were closed to him. The conditions drove him from his native town, and he eventually ended as a day laborer receiving \$1.50 a day instead of his former wages ranging from \$18.00 to \$25.00 per week.

A poor Jew was treated in a similar way because he would not pay an arbitrary fine of one dollar imposed on him for exceeding the union limit of work in a forenoon, although the work which he did in the entire day did not exceed the union limit for the day. He was a skilled workman receiving high wages, but for over a year he diligently sought work without being able to find any because of the control which the union had over the industry. The fellow's courage was admirable or he would have paid the fine and yielded. He informed me that the union frequently imposed fines like this on any pretence, and then a group of members would go out and buy drinks with it.

The writer is personally acquainted with the case of another man who was so persecuted in this way that he was driven insane. In other instances, the value of union membership as a protection against interference has been sufficient to make men submit to fines of approximately \$1,000.

These facts illustrate some of the difficulties which may confront a man who desires to be a union man. If membership in the union is made synonymous with an opportunity to pursue a trade as it would be in the closed shop regime, there would be no redress from unjust union action which kept a man from his trade by keeping him out of the union. While a private organization may properly control the selection of its own membership, one of the principal functions of government is to protect liberty and the right to pursue a trade. This truism discloses the fundamental error of the closed shop idea. If there is one condition incompatible with the principles of democracy and liberty, it is a state where the rights and opportunities of pursuing a trade are controlled and monopolized by an irresponsible body of private citizens. When man was created with a mouth to feed and a back to clothe, no en-

lightened government can permit private citizens to place arbitrary restrictions on his opportunities to obtain employment. Such a condition, maintained though it may be by a combination of working people, is fraught with the same objections and evils as the despotism of any monarch or oligarchy. History has many times taught us that tyranny rests no more in the will of a monarch than in the uncontrolled spirit of a mob. In mediaeval times, when guilds controlled the right to work at given crafts, interlopers have been burned at the stake, sent to the galleys, and had their establishments broken up by force, for no other reason than the fact that they belonged to a rival guild or pursued a trade without consent of the guild. The theory of our government was to avoid all tyranny and despotism of this kind from any source, even though it be the majority vote of the citizens of our country, by protecting under our constitution certain individual rights which, while that constitution exists, cannot be encroached upon by the government itself, to say nothing of combinations of private individuals. Among those rights none is more important than that of earning a livelihood, and any combination of people to wrest that right from all citizens and bestow it upon a favored class aims at the very genius of our free institutions. It is difficult to improve on the language of the United States Supreme Court as follows :--

Monopolies are the bane of our body politic at the present day. In the eager pursuit of gain they are sought in every connection. They exhibit themselves in corners in the stock market and produce market and in many other ways. If, by legislative enactment, they can be carried into the common avocations and callings of life, so as to cut off the right of the citizen to choose his avocation—the right to earn his bread by the trade which he has learned—and if there is no constitutional means of putting a check to such enormity, I can only say that it is time that that constitution was still further amended.

And again the same tribunal says :---

The very idea that one man may be compelled to hold his life or the means of living, or any material right essential to the enjoyment of life, at the mere will of another, seems to be intolerable in any country where freedom prevails, as being the essence of slavery itself.

If a commercial nation in peaceful times cannot protect the rights of its working class to secure employment from those who wish to employ them, it has lamentably failed. If the chance to seek and earn a living is to be vouchsafed by the grace and favor of a private organization instead of being guaranteed by the government as in the past, surely that institution will rule in this country, and no other.

Another indictment of the closed shop is that it seeks and maintains monopolistic prices, and if successful, would be more oppressive to our people in this way than any other monopoly We hate monopolies largely because they raise prices and eliminate competition. In this way, the citizen who does not profit by the monopoly has an unfair burden placed upon him. The monopoly of any one craft of labor, like carpentry, does the same, for the charges made by employers necessarily follow the rise of the inflated demands of the labor monoply. To-day the carpenter in New York receives five dollars a day. which is more than is paid in most trades, and we are paying 25 to 50 per cent. more for the wood materials they erect in order to avoid purchases of open shops. The craft which does not share this monopoly must pay correspondingly more for the rent of buildings which the carpenter erects without any corresponding increase in its wages. The non-producer is a similar sufferer. The consummation of the closed shop scheme would do more than all combinations of capital to raise prices and the cost of living, as the wages fixed by the union regime, with complete control over its craft, would furnish a basis for the cost of production above which all employers, however sharply competing, would be obliged to figure some margin of profit.

The general public would also be injured in another way. If labor unions, by the consummation of their "Closed Shop" aims, can command obedience from all workers, the entire body of workers engaged in industry and transportation can and will be marched out in combined opposition, on any issue affecting some one man. Such widespread disturbances inflict great damage on disinterested parties and threaten the stability of government itself. But recently all transportation in Ireland was interrupted because a few porters were discharged for refusing to handle the materials of a boycotted firm. The sympathetic strikes of all industries in Philadelphia, at the time of the traction strike, threatened to become state-wide and would have become so under closed shop conditions. The Debs strikes of 1893 paralyzed the service of all railroads entering Chicago because they hauled cars of the boycotted Pullman Company. These sympathetic combinations disrupting satisfactory relations of neutral employers and employees, and inflicting loss and rioting on the public, are among the worst features of trade unionism today, and the main restraint on

them is the fear on the part of labor leaders that they cannot make them succeed. Under the closed shop rule, the conduct of men could be dictated without fear of recalcitrancy and the whole country thrown into turmoil over some local and unimportant complaint.

An employer confronted with the demand for the closed shop has three alternatives: He may yield to the demands, thereby sacrificing for mammon the liberty of himself and his employees, and forwarding the aims of this combination. He may combine with other employers to destroy unions, or he may seek relief in the courts by injunction or otherwise, which he has been constantly doing and for which he has been much criticized. But no ordinary employer can single-handed, without the protection of his government or the co-operation of his fellow employers, withstand the attacks of the American Federation of Labor or even one union like the carpenters' union, in their efforts to compel him to reject all men who do not belong to their organization or some affiliated body. If the courts will not protect him and if he is determined not to yield, the one thing left for him to do is to unite with other employers in adopting the same methods which the unions themselves are adopting, until he has so completely severed all connection with the labor organizations that they are obliged to disband. If it is lawful to employ such extraordinary methods as the boycott in order to eliminate the open shop and the non-union man, coresponding methods can be lawfully employed to eliminate trades' unions. The legality of a combination not to work for or deal with a man who deals with an open shop, cannot differ from the legality of a combination of employers not to buy from or sell to any one who purchases a union article or employs a union man. If the courts should uphold these combinations and the employers in the cause of self-defense should also take up this war of discrimination the result could be no other than the disintegration of trades' unions. Such a war is to be avoided by judicial protection. The trade union should be permitted to exist and should be protected against any combination of employers to destroy it by making it difficult for its members to obtain employment. Likewise, the non-union man and those who choose to employ him have a right to exist, and a combination to drive him into the organization or out of the trade should be suppressed.

The statute books of at least twenty-one states and territories and the federal statute books contain laws forbidding discrimination against union labor, but I know of no statute which in terms forbids the union discriminating against nonunion labor, although there are one or two laws which might have that effect. There is also a considerable amount of class legislation requiring state and municipal contracts to be executed with union labor and union materials. All of these laws show the influence organized labor has exercised in our legislatures in its efforts to protect its own organizations against the identical tactics it is employing and in its efforts to drive out the non-union man. The statutes forbidding the individual employer discriminating against the union worker have generally been declared unconstitutional, but it is still possible to pass a law which forbids any combination of employers pursuing this practice. Nothing could be fairer than to place upon the statute books in all the states a law which forbids any combination on the part of any class of people, whether employers or employees, to discriminate against a man on the ground that he is or is not a member of a labor union. In behalf of such a law it can well be said that its purpose is to aid the fundamental principles upon which our government is based, for the avowed objects of the labor unions in pursuing such policies as the closed shop are the antitheses of the avowed objects of our government. Government seeks the greatest possible protection of the freedom and liberties of all citizens, including the right to earn a livelihood without let or hindrance from outside parties, and nearly all of the practices of labor organizations are moulded to make it dangerous, difficult or disagreeable for a man to obtain employment except upon submission to such conditions as they impose. "Live and let live" might well be called the maxim underlying the rights of our citizens, but a combination of a million or more citizens to withdraw services or patronage from him who deals with the non-union man or his products. instead of following this rule, becomes a powerful persecutor from which there is no escape. Appropriate legislation may well be devised to deal with such a menace to society and our free institutions.

If nothing but the closed shop would prevent the oppression and persecution of the working class, it might well be contended that all principles of liberty might better be aban-

doned than to permit such an unfortunate condition to become established. Most people will believe, however, that it is possible for this nation to preserve the traditional rights and liberties of its people and at the same time properly protect the working class. If labor organizations would adopt the methods and policies of the admirable Brotherhood of Locomotive Engineers, they would uphold the open shop and make merit and capability the qualifications for membership, so that employers, feeling that it represented the best of the craft, would make generous concessions to it rather than be obliged to depend exclusively on non-union workers. This is a legitimate and unexploited field of union activity by which it can obtain fair play from the employers. People also forget that protective and powerful weapon, the strike, which has been allotted to organized labor. The history of civilized government affords no parallel whereby law permits a combination of men to enter into a scheme so calculated to imperil and destroy property and personal rights. The organization of a man's factory is usually of more value than the machinery and brick walls. It is the fruit of years of expense and selection and elimination. There is, moreover, an individuality in the methods and products of most manufacturers to which it takes time for the employees to adapt themselves. The strike by one blow destroys this valuable organization of skilled help, turns the factory into a kindergarten and, for a while at least, paralyzes the business and prevents the further fulfilment of orders. It frequently takes a factory years to reach the same standard of excellence in its production after strikes which are never settled, and the loss of customers that, during the period of suspended production, drift to competitors, is sometimes permanent. The public, accustomed to the frequency of strikes, and sympathizing with the employees, often fails to appreciate the power of this weapon, but workers vested with the legal right to inflict such destruction cannot well be oppressed. Tremendous forces are also in the field to guard against the possibility of employing men, women and children under conditions which will produce an anaemic and deteriorated citizenship in the future. Philanthropic men and women are studying and exposing industrial evils. The American Association for Labor Legislation and the National Child Labor Committee are both powerful and well-conducted movements which are successfully securing the passage in all in-

dustrial states of numerous laws for the protection and welfare of the employed. In the last year alone, they have been influential in securing the passage of over one hundred laws. Employers themselves have become so enlightened that they are introducing many reforms on their own initiative, and large employers' associations have all been urging a bill as to workingmen's compensation. The conditions prevailing in many industries to-day are very satisfactory, and the crying evils are limited to certain industries and localities which will be corrected in the near future by forces and movements much more efficacious than the closed shop and involving no such sacrifice of the principles of liberty. But were this not true. it would be far better for this nation to embark on a course of paternal or socialistic legislation in the form of compulsory arbitration or direct legislative regulation of wages, hours and conditions of employment, than to surrender to irresponsible associations having a record such as labor unions now have, the control of the opportunities of securing employment. Such a course would involve swift and certain destruction of the principles of democratic society and the complete abandonment of the grandest concept of modern government-that the individual rights of all citizens are constitutionally protected against even the encroachment of government itself. When unions learn to respect the rights of independent employers and non-union workers, the temptation to boycott, picket, dynamite, assault and murder will pass away and the demand for the closed shop be forgotten.

# WHY THE OPEN SHOP BENEFITS THE COMMUNITY'

An "open shop" is one wherein there is no discrimination shown against either union or non-union labor by either management or wage earner.

1. The "open shop" promotes Americanism, because it guarantees to every workman the right to a job, and to every employer the right to the natural flow of labor to his plant.

<sup>1</sup> Reprinted from "The Employers' Association: How Organized and Conducted," by Albert L. Wyman, Secretary of the Employers' Association of Paterson.

- 2. The "open shop" benefits local banks, landlords and tradesmen, because local wage-earners are thereby enabled to work without interruption throughout the year, increase their earning and add to their savings.
- 3. The "open shop" increases production in local mills 20% or more, which benefits wage-earners, tradesmen, tax-payers and local industries proportionally.
- 4. The "open shop" fosters good-will and co-operation between local employers and wage-earners by permitting both to deal directly with each other.
- 5. The "open shop" fosters respect for law and order by encouraging direct relations between employer and employed, and thus defeats the policy of resorting to strikes, riots, destruction of property, the intimidation, maiming and killing of American citizens while exercising their right to seek employment; and the defiance of courts, police, militia, and even the government, in order to promote the unions' selfish ends.
- 6. The "open shop" protects wage-earners from being forced out on strike—that is, being compelled to endure idleness, debt and privation—against their will to satisfy a radical minority and frequently without gaining any advantage thereby.
  - 7. The "open shop" guarantees to every American citizen the right of a job, and to employment on the job, without subjection to coercion, intimidation, blacklist and boycott.
  - 8. The "open shop" benefits all wage-earners because each are free to work and earn to the limit of their ability, experience and proficiency.
  - 9. The "open shop" insures to every American boy and girl the right and privilege of learning a useful trade.
  - 10. The "open shop" attracts new industries, which always seek localities where workmen are contented, law-abiding and industrious; the coming of which reduces taxation, increases opportunity for employment and adds to the prosperity of the community.
- 11. The "open shop" protects American industries in each community—where enforced—against unwise practices, such as abnormally short working hours—restricted production—limited apprenticeships—broken trade agreements—and the insatiable demands of radical labor leaders.

# SELECTED ARTICLES

12. The "open shop" lowers the cost of living by protecting the public from a rising spiral of increased prices due to the constant forced raising of wage levels foisted upon American industries by incessant strikes.

# THE SUPREME COURT AND THE OPEN SHOP'

The principles of law enunciated are not new in the Hitchman case. They naturally and logically follow previous decisions of the court, but they are consoling and inspiring because they show that great tribunal free from vagaries and tightly gripping and clearly and boldly annunciating the most fundamental principles of free government. The decision is, however, at this time especially valuable when organized labor is acting with extraordinary audacity, because it points very clearly the way to a judicial remedy, to which many employers will be driven if the unions persist in a demand for a closed shop monopoly and the substitution of an efficient organization for efficiency in the individual workman as a means of establishing aud maintaining wages.

The Hitchman case is a very old one. It began in 1907 by an application for a contemporary injunction in the district court for the Northern District of West Virginia by the Hitchman Coal & Coke Company. This company owned about 5,000 acres of coal land and had a daily output of about 1,400 tons. It was the chief local source of supply for the locomotives of the Baltimore & Ohio R. R. For three years previous to its application for an injunction it had operated under a collective agreement with the United Mine Workers. On April 1st, 1907, its men were called on strike, without grievance or disagreement with the Hitchman Company, but because of a disagreement between the district union and an association of operators with which the Hitchman Company was not connected. The local union was willing to remain at work with the company, the company agreeing to pay its members whatever the new schedule might be determined to be, but the district union would not give the local union permission to remain at work. The company was unable to operate its mines for some two months, and

<sup>1</sup> James A. Emery. American Industries. 18:11-12. January, 1918.

suffered severe losses, as it had on two previous occasions, with no power to remedy the conditions since the agreement with the union was not within its hands. In these circumstances, a self-appointed committee of the former union employes called on the President of the Hitchman Company, stated they were not receiving benefits from the union and desired to return to work if terms could be arranged. The company agreed to take them back if they would cease to be members of the union and remain in that status while in the employ of the company, the company agreeing on the other hand that it would not enter into an agreement with the United Mine Workers. Any man would thus become a member of the union if he so desired, but must at the same time cease to be an employe of the Hitchman Company.

Under that agreement men entered the employ of the company, and from January 1st, 1908, new men even signed an agreement to that effect. Subsequently the United Mine Workers determined to organize this and other mines, and proceeded to "persuade" employes of the Hitchman Company to join the union and to remain in the company's employ without the company's knowledge of the fact until enough members had been obtained to cause a strike, which would paralyze the company, and continue to do so until it operated its property upon the terms of the union. There is much evidence of various fraudulent and false statements made to the men by the representatives of the union. The Supreme Court did not find that there was any evidence in the record of violence or intimidation of a physical nature.

In this state of facts an injunction was obtained from the United States District Court which restrained the United Mine Workers and their officers, agents and confederates from conspiring and confederating to unionize the Hitchman mine without the owners' consent and to do the same by procuring a breach of the existing contract between the management and their employes. There were other allegations of boycotting, violence and intimidation, which are immaterial to the principle of law involved, and there were procedural errors imputed to the lower court which did no substantial harm and in no way modified the application of the fundamental principles of the decision. The hearing upon the temporary restraining order was postponed several times by request of the defendants, and without conflict. A temporary injunction was finally issued by

Judge Dayton. Answers were then filed by the defendants, the injunction made permanent and a motion to modify it refused in an exhaustive opinion by the court (172 Fed. Rep. 963), appeal from the order seeking modification of the injunction was refused (176 Fed., 549), and a final decree granting a perpetual injunction to the plaintiff in substantially the terms of their prayer was made (202 Fed., 512). This action of the lower court was reversed by the Circuit Court of Appeals, June 1st, 1914, (214 Fed., 685). A writ of review was granted by the Supreme Court of the United States (241 U. S., 644), and the decision of last week is upon this writ of certiorari. The opinion of the Supreme Court, as written by Mr. Justice Pitney, is concurred in by six of the nine Justices; Justice Brandeis writes a dissenting opinion in which his associates, Clark and Holmes, concur. The opinion of the court reverses the Circuit Court of Appeals, modifies the injunction issued by the lower court, by striking out certain persons whom it is shown were not served, and eliminating those portions of the injunction running against acts of physical violence and picketting, which, from the record, it finds were not threatened although enjoined. This, of course, without prejudice to the right of the plaintiff to secure an injunction against these forms of interference, either in a supplemental or an independent proceeding, if they be established as a fact. With these modifications the order and decision of Judge Dayton are affirmed.

The court does not express itself but prescinds from that portion of Judge Dayton's opinion in which he declared that the United Mine Workers of America, as it appeared to be conducted at the time of the bringing of the suit and for sometime previous, was itself a conspiracy in restraint of trade, in violation of the common law of the state and of the Sherman Act. It does hold squarely that the act's and purpose of the defendants were intended to procure a breach of the existing contract of service between the Hitchman Coal & Coke Company and its non-union employes, and the combination presented an unlawful purpose, by unlawful methods, to prevent the continuance of relation which the parties were entitled to enjoy by voluntary agreement.

The decision fully recognizes the right of workingmen to form labor organizations for legitimate purposes, using legitimate means to advance and protect their own interests, as was declared in the famous case of Gompers v. Buck's Stove &

Range Co. (221 U. S., 418), but the court points out that the right to form and operate such organizations is not an absolute one but must be exercised with reasonable regard for the equal rights of others, that the right to employ and be employed, or sell labor, is equally a right of liberty and of property, protected even against legislative trespass by Congress or the states, through the terms of the 5th and 14th Amendments of the Constitution; that as in this instance employer and employe had voluntarily entered into an agreement by which the latter had agreed not to become a member of the union during the terms of their employment, employer and employe were entitled to the protection of that status, either party could terminate the contractural status at will, but it must be at their own will and not at the will of others.

The court clearly perceives that it was the plan and intent of the union in this case to destroy, by persuasion and through organization which would cause a strike, when it became strong enough, the contractural status of the Hitchman Company and its employes. The enjoyment of that status, created by voluntary agreement, was a right of the employer, to the protection of which he was entitled. He need not sacrifice it against the power of numbers, in the presence of which he would be helpless, but may stand upon his right of appeal to the preventive powers of a court of equity, and it will be the duty of that court to give constitutional protection to one against the many.

The court points out in passing that the employer, in the conditions described, is entitled to the goodwill of his employes, just as the merchant is entitled to the goodwill of customers. Neither customers nor employes are under any obligation to continue the relation, but while it endures the malicious effort of a third person to destroy it is illegal, and when irremediable, may be the subject of injunction. The right of action against third persons who undertake maliciously to procure a breach of contract is as old as the common 'law, and recognized and vindicated in the greatest variety of relations.

The court, moreover, points out that methods adopted to unionize are not lawful merely because they are peaceable. A combination to procure a violation of the legal rights of the defendant for the purpose of doing him injury is just as illegal as physical violence or coercion through fear of it. Neither will the court find any justification for the action of the defend-

ants on the ground that they are competitors in trade, or by any analogy thereto.

From this decision, it therefore follows that the employer is equally free to employ union or non-union men, or both, as he sees fit, and the status resulting from such an agreement will be protected against the acts of malicious third persons whoever they may be. This is conceded by the minority opinion as well, since Justice Brandeis admits that the denial of employment, except upon the condition of non-membership in a union, like the denial of labor, except upon membership in a union, are equally non-coercive methods of effecting a legal contract of labor.

When it is said that the union acts with malice, it is not meant legally that they act with personal ill-will, but it is meant that they are endcavoring intentionally to inflict damage upon another, without lawful justification or excuse. In this case both their purpose—to bring about a strike at the Hitchman mine in order to compel its unionization through fear of serious financial loss—was unlawful and malicious, and the method adopted by the agents of the union to accomplish this object was unlawful because it was an endeavor to procure concerted breaches of existing contracts of employment known to be in force, and, further, the attitude of mind of the union and its agents was shown by their misrepresentations to the men including deceptions and threats of money loss.

In other words, the experience of the company explained and justified the character of its relations with its employes. It had, within as many years, suffered three costly strikes while the mine operated on a union basis. It, therefore, upon the suggestion of its former union employes, had a voluntary agreement with them, and undertook to create a condition in which its production would no longer be exposed to arbitrary and costly interruption. The men plainly sought the agreement and entered into it because they desired to be insured of continuous and remunerative employment. The condition resulting from this common experience of workers and management deserved and secured the protection of the law from the very combination which had disrupted the relations between the Hitchman Company and its employes.

It should be noted that simultaneously with the above decision the court, with like dissent, disposed of the case of Eagle Glass & Mfg. Co. v. Rowe, *et al.* upon the same principle. The com-

148

pany, in this case, operated a glass plant, non-union, under individual agreements with its employes, identical with those presented in the Hitchman case. The defendant union was the American Flint Glass Workers. Certain jurisdictional questions of a technical nature are involved but the principles of substantive law are the same as those in the Hitchman case, which are reiterated and reaffirmed.

# CLOSED SHOP UNIONISM '

## Definition and Extent

A union is an association of workmen usually of the same trade or craft. The contracts entered into between the union and the employer for the regulation of wages and hours and other conditions of labor are called trade agreements. When a trade agreement contains a provision giving to the members of the particular union which is party to it exclusive employment upon the work of 'the employer, a "closed-shop" contract results. The "shop" or business of the employer is closed to non-members of the union. The same condition, of course, results when, through tacit acquiescence or implied agreement, the employer follows the policy of exclusively employing union men and of barring non-union men in his work.

With a few exceptions, notably the Brotherhood of Locomotive Engineers, the unions of this country use every effort to secure the closed shop agreement and absolutely insist upon it where they feel themselves strong enough. It is not too much to say that the securing of a universal closed shop in favor of the unions which constitute its membership is the dominant motive to-day of the American Federation of Labor, which represents substantially all the unions of the country outside of the railway brotherhoods. Taking the statistics of the Federation's officers as to the number of men represented by its different constituent members, about seven per cent. of the working men of the country are under the jurisdiction of this organization. The effort to secure the closed shop has been successful to the extent that many national industries and the building industry in many of our great cities and in numberless smaller ones are now governed by closed shop agreements.

<sup>1</sup> Pamphlet by Walter Drew, Counsel for National Erectors' Association. Univ Calif - Digitized by Microsoft ®

#### SELECTED ARTICLES

It is impossible in a single article to fully cover the closed shop in its relations to our modern civilization. It can be studied from many view points,—economic, legal, political and social, from the standpoint of the individual and from the standpoint of the community. The most that can be hoped for is to find out what it actually is in its fundamental motives and purposes, and then perhaps merely suggest some of the phases of its larger relations in our national life.

#### Coercion Necessary to Closed Shop

One fundamental economic fact concerning the closed shop, when fully comprehended, will serve to make clear many of the other familiar phenomena incidental to it. And that fact which should be thoroughly driven home is this .- force and coercion are absolutely essential to the establishment and maintenance of the closed shop and will always be its most prominent characteristic so long as it continues to be an industrial institution. The reason is very plain. The closed shop, of course, economically speaking, is a monopoly in favor of the particular members of the union which is a party to the closed shop agreement. This monopoly, however, is not real, but artificial and arbitrary. It lacks the chief feature of a real monopoly, which is the control of all the available supply of the commodity. The union, as we have seen, represents only a very small percentage of the mass of labor. Therefore, outside its ranks there is a large supply of labor seeking employment, and it can maintain its monopoly only by preventing this potential supply from reaching its natural market and coming in contact with the correlative demand of the employer. The union, as we shall sec, offers the employer no special inducement in the way of greater skill or efficiency to lead him to prefer its members over the outsider. Time was when the comparative security offered by trade agreements for a limited time gave the employer some incentive to give preference to union men, but this reason also is of little present importance. It comes finally down to the fact that the union, through its organization and by such means as it can use, is face to face with the problem of preventing the employment of outside workers in the market which it seeks to control. This prevention is accomplished in one way, and in one way only-the use of force and coercion in some form or another, either to keep the outsider from accepting employment, or to keep the employer from accepting his serv-

#### THE CLOSED SHOP

ices. So, to repeat, and it is worthy to be repeated and to be remembered in connection with every form which the discussion of the closed shop may take in its different aspects, the establishment and maintenance of the artificial monopoly of the closed shop involve as an inevitable, economic necessity the constant checking and thwarting of the ordinary working of the law of supply and demand, and a consequent use of force and coercion.

## Its Forms

The reader has some idea already as to the forms which this force assumes. In its cruder aspects, it is force direct, physical, violent. Men seeking to bring their labor to a market which a union desires for its own are threatened, assaulted and sometimes killed. This violence is one of the common features of all our great strikes, and, of course, the more in evidence as the character of the men involved goes downward in the scale. But often and much more effectively the force used is of a more subtle kind, and is brought to bear not upon the outside worker to keep him from accepting employment, but upon the employer to compel him to refrain from accepting the services of the outsider. Some of the means employed are the boycott of innocent third parties to keep them from dealing with the particular employer from whom it is desired to secure a closed shop agreement, and the sympathetic strike, which means that other unions lend their aid to the particular union engaged in the controversy by going on strike against the employer. In these ways it often happens that the employer not only finds himself unable to secure the raw material for his work, but also customers for his product, and finally yields to the demand of a few men for exclusive employment and forgoes his right to avail himself of the large outside supply of labor we have noted.

#### Closed Shop Not Representative-Hostile to Outside Workers

Another general economic consideration and one that may be at variance with previous impressions of the reader is that the closed shop union, instead of being representative of the great mass of labor and the champion of labor as a whole, is, on the contrary, absolutely hostile to the outside worker. This follows naturally from what we have just noted. The union in its closed shop, dependent upon restricting the employment of labor

to its own members and threatened with the competition of non-members, bears about the same relation to the non-member, so far as loving him and representing his interests is concerned. as the Standard Oil Company bears to an independent refiner. The unions, of course, in public insist that their cause is the cause of labor in general and that they are willing to share their benefits with all workers. In actual practice, however, something quite different occurs. In New York and in several of the other large cities, it is stated on good authority that the ' books of several of the building trades unions are absolutely closed to new members, thus restricting the monopoly to the present membership. In San Francisco after the great earthquake, when a sudden demand was created for the services of many more thousands of workers in the building trades to engage in the work of re-building the city, the unions adopted the policy of prohibiting the entrance of outside labor, even barring members of their own unions from other cities. In this way the wages of the local union men who had the monopoly were doubled and even trebled in many cases. The ratio of increase in the power of the union under the closed shop corresponds exactly with the ratio of decrease in the number of apprentices which it allows under its rules to learn a trade. In many of the building trades in the great cities, only one apprentice to every ten journeymen is permitted. This, of course, limits the number of those entering the combination to a point where it does not over-balance the number dropping out, and thus keeps the supply of labor which the monopoly represents down to a proper scarcity. How then can the union, entrenched in its closed shop, holding back the great mass of outside labor from employment by the strong arm and restricting its market to a greater and greater degree, be considered in any sense as representative of the laboring classes as a whole?

#### The Labor Boss-His Power and Graft

Coming from the broad and general view to one nearer at hand, of the actual workings of the closed shop as an industrial factor, the first observation is that it puts industry,—the direction and control of the factors of production,—largely into the hands of the union boss. The union is a voluntary association controlled by the will of the majority and its leaders or bosses are those who are able to secure the votes,—that is, they are men who have the political gift and are not recessarily, but only Univ Calif - Digitized by Microsoft @ accidentally, men who have any knowledge of business or any experience or training in the handling of the forces of production. The motive of the boss is to maintain his position and to advance the interests of his union as he sees it, and he is not troubled with any economic theories or any broad view of the industrial situation, or any great amount of interest as to the industrial future. Labor is absolutely essential in every business. Invested capital in the form of tools, machinery, raw material and buildings is absolutely valueless without the added increment of labor. The union boss, then, entrenched behind the closed shop monopoly of his union, is in a position to exert a powerful and dominating influence in the direction and control of the business, and this control has long since in many trades gone beyond the mere matters relating to the conditions of labor and extended to the larger affairs of business policy. From this power and control of the union boss, since he is only human, follows another sinister fact-graft. The charitable-minded average citizen often thinks that graft in union circles is a mere accidental circumstance restricted to a few dishonest men. Of course, there are union bosses who are honest, as there are men in every human institution that are honest, but the point is that the natural tendency of the closed shop is to produce the grafter and that men of that stamp are the one who most eagerly seek this position of industrial power for the opportunity it offers. Nor is the graft item a small tool upon industry. In one case alone where the facts became public. it was shown in the sworn testimony of two different trials that Shea of the Teamsters' Union received the sum of \$1,500 from the garment workers' union to call a teamsters' strike on Montgomery, Ward and Company, of Chicago. This strike cost the parties directly interested, according to the leading Chicago papers, \$2,000,000, and it cost the business interests of Chicago indirectly between \$25,000,000 and \$30,000,000. Sheas' two trials cost the County of Cook in the neighborhood of \$100,000, and, of course, somebody had to pay all these bills, and somebody means the general public.

#### Jurisdictional Dispute-Sympathetic Strike

The desire to secure the spoils of monopoly represented by the closed shop leads to two other features of the system which at first seem paradoxical and which are becoming more and more common. The different unions have reached the

point of quarreling among themselves as to the control over certain kinds of work, but at the same time are adopting more and more the policy of joining their forces and working together to maintain and extend their common jurisdiction. In the building trades especially, the dividing line between the work in different trades is often very indistinct. Shall reinforced concrete be handled by the iron worker because it contains steel rods, or by the concrete worker or the bricklayer because it is composed largely of concrete? Questions of this nature arise between the plumber and the steam fitter, the boiler worker and the iron worker, the concrete mixer and the bricklayer, and so on. The interest of the owner in these disputes is entirely ignored, and his work becomes a mere pawn on the board of contention between the hostile unions. One notable example comes to mind. A compressed air cleaning apparatus was part of the plans for the new Marshall' Field Company's building in Chicago. Both the plumbers and steam fitters claimed the work of installing it. Each was backed up by several sympathetic unions. Each union with its following threatened to strike if the work was given to the other. The company decided to do without the apparatus entirely, whereupon both contending factions united in demanding that it be installed or they would all strike. The result was that the entire work on the building was delayed in the neighborhood of six weeks while the building trades council of Chicago arbitrated the dispute between the plumbers and the steam fitters' unions. The Marshall Field Company, after the decision was rendered, was instructed to proceed with the work in accordance with the terms of the decision, although it had no representation nor voice in any way in the entire proceeding. Here in one instance is an example of both the tendencies noted. The sympathetic strike is becoming very common, and it is significant to note that, in the great majority of cases, unions which have no grievance against the employer will go on strike against him to help some other union secure a closed shop agreement, when they would not interfere at all if only the question of wages or hours was involved.

## Breach of Trade Agreements

The only excuse from the employer's point of view for giving to a union a monopoly in his work is to secure a trade agree-

03 91-15

ment, containing certain covenants of conditions under which he is entitled for a certain definite period of time to the services of the members of the union upon certain definite terms. The sense of power coming from the long possession of a monopoly in the work, coupled with a total disregard of the interests of the employer as shown in the jurisdiction dispute and the sympathetic strike, often lead naturally to a refusal by the union to be bound even by its agreements. This is especially true where the question of the closed shop is involved, for the reason that the union seems to believe the closed shop essential to its existence. In August, 1007, there met in the city of Washington a convention, composed of the national and international officers of all the building trades unions in the country for the purpose of considering ways and means of making the capital city a complete closed shop town, the wall hitherto maintained against non-union labor having been partially disrupted by the employment of non-union plumbers by some of the local employers. This convention, composed not of the local leaders, subject to local passions and prejudices and of lesser wisdom. but of men who constituted the court of last resort in union matters, called a general building trades strike in the city of Washington, not on account of any question of wages or hours, but for the sole purpose of compelling the discharge of all nonunion workmen in that city. This strike was in violation of trade agreements in numbers of the different trades, and when the attention of one of these national labor leaders was called to this fact, he replied, "When it becomes a question of the open or closed shop, to H-1 with trade agreements."

# Decreased Efficiency of Men-Reasons

Other general economic features of the system could be noted, but space prevents the mention of but one more and that the most vital, important and sinister of all, the decreased efficiency of the union man. The fact is too well settled to permit of argument. Bricklayers, for instance, in a closed shop will lay on an average eight hundred to one thousand bricks per day, when a fair day's work of eight hours, and one which was common a few years ago, would be three thousand and more brick. The structural iron worker, when he had his closed shop, would drive from seventy-five to one hundred rivets per day. In an open shop at the present time in New York and other

cities, the output runs from two hundred to four hundred rivets per day. A carpenter before he had a monopoly would hang a door an hour; now, in his closed shop, he considers four doors a good day's work. President Mellen, of the New York Central, in a recent report, stated that with every increase in wages to the union employees of the road there was a corresponding decrease in efficiency.

These things are not hard to understand. The wage scale by which the good man and the poor receive the same wage takes away the incentive of the good man. Why should he do any more or better work than his fellow, when they receive the same wage? The good man, also, is often kept from conscientious work by the union doctrine that he must not set too fast a pace for his less-skilled fellow, who otherwise might lose his job, if the comparison were too much to his discredit. This applies not only to his less-skilled fellow union men, but also to the shiftless and the lazy, who because of service in union political matters have been rewarded with a job in which the union boss desires to see them retained. The practice of making work is also common. That is, in dull times, if a piece of work could be very well performed by ten men in a given time, each man employed so decreases his efforts as to make it necessary to employ twelve or fifteen men in order that employment may be given to more of the members of the union. The teaching of labor leaders to the effect that labor produces all wealth, that there is an inevitable conflict between capital and labor, and that unions are organized for the purpose of getting as much as possible and giving in return as little as possible, all serve to deaden the conscience and decrease the effort of the union man. The natural result of this combination of causes. added to the ever-present fact, of course, that the union man in the closed shop is not subject to discharge, as would be a non-unionman, but has back of him the entire strength of the monopoly to vouchsafe him his job, results in reducing the efficiency of the men to a point where that of the shiftless, the lazy and the least skilled becomes the common measure of the efficiency of all. The question of high wages, then, is not the most important in reaching the final wage cost; and when, coupled with high wages, there is a decrease in the output of the worker fifty per cent. or more, the final figures reflected in the cost of production become startling.

#### THE CLOSED SHOP

## Closed Shop-Cost of Production-Prices

As a partial summing up, pile up on top of this abnormal wage cost the toll of graft; the losses occasioned by jurisdictional disputes, sympathetic strikes and strikes waged to establish the closed shop and involving no question of wages or hours; the general and more indefinite loss to industry through the disorganizing of the productive factors due to the domination of the union boss and the arbitrary restrictions and limitations insisted upon-and some idea may be gained of what the closed shop means in its relation to the cost of production. The final consumer must pay for all these items, unreasonable, abnormal, illegitimate and uneconomic as they may be. One partial offset to this is the fact that high wages are paid to the few men having the monopoly, thus increasing their purchasing power and creating to some extent a market for goods at the higher prices; but this is a very small item of benefit, for the reason that the number of men receiving the higher wages is so few in comparison with the numbers of the great purchasing public that the wages paid them can have very little appreciable influence in creating a general market. The final result then, is that the general public pays abnormal and uneconomic prices for many products with no corresponding element of benefit.

#### Closed Shop An Oligarchy

Socially, the closed shop is an oligarchy. We have noted that economically it does not represent the great mass of wage earners, but that, on the contrary, it is hostile to them. Its tendency therefore is to develop a class feeling as among workmen themselves. A man inside the union, receiving monopoly wages and secure in his job, is a privileged person, and the outsider is to him not only a possible competitor, but a less fortunate individual, lower in the human scale. The closed shop union, being a trust economically, naturally develops into an oligarchy socially.

## Effect on Character

The effect upon the member of the union in his individual aspect, however, is more important. One of the strongest forces for the upbuilding of character is the joy of work and the pride in achievement. The union man, whose incentive in his work

has been taken away from him and whose efforts have come to be measured by those of his incompetent and idle fellow, has lost this moral uplift. He tends to deteriorate, not only as a productive factor, but as a man. No man can continue day after day, and week after week, to receive the highest of wages and to render in return therefor less than his best endeavor without an inevitable loss in character. The act in its essence is dishonest, and in his inner conscience the man knows it is dishonest, no matter what heed he may give to the specious reasoning of his union leaders.

## The Closed Shop and the Law

The legal aspects and phases of closed shop unionism and its political activity are closely related, and both of them follow naturally from the use of force and coercion we have noted as necessary to maintain the union in its monopoly. The union. legally speaking, is a combination, and combinations are governed by the laws of conspiracy. The whole law of conspiracy is summed up in the definition of what a conspiracy is-a combination having an unlawful purpose, or using unlawful means. The law recognizes that a combination of men is much more potent for evil than is one man, and some limitations are put upon the acts of combinations which do not apply to individuals. The law says that a combination of men has no right to inflict injury maliciously upon others, whether the combination be one of manufacturers, real estate dealers, working men, or any other class of citizens. In a late and leading case in the House of Lords, Lord Lindley said, "My Lords, it is said that conduct which is not actionable on the part of one person cannot be actionable if it is that of several acting in concert. This may be so where many do no more than one is supposed to do, but numbers may annoy and coerce where one may not. Annoyance and coercion by many may be so intolerable as to become actionable and produce a result which one alone could not produce." Said Judge Taft, speaking of a combination of workmen, "Such combinations are said to be unlawful conspiracies, though the acts in themselves and considered singly are innocent, when the acts are done with malice, that is, with the intention to injure another without lawful excuse." Said Mr. Justice Holmes, when on the Supreme Bench in Massachusetts, and in a case involving a labor union, "I agree, whatever may

#### THE CLOSED SHOP

be the law in the case of a single defendant, that when a plaintiff proves that several persons have combined and conspired to injure his business, and have done acts producing that effect, he shows temporal damage and a cause of action, unless the facts disclose or the defendants prove some ground of excuse or justification."

On this broad basis the courts have prohibited manufacturers, wholesale dealers, newspaper men as well as labor unions from carrying out combinations for the purpose of injuring others. The black list and the boycott have been condemned. There is no single principle of the law of conspiracy that has not been applied to combinations of employers as well as to labor unions, and in many cases the application was first made to combinations of employers.

# Efforts to Change Law

It can at once be seen, however, that labor leaders in the endeavor to establish and maintain the closed shop, with the inevitable use of force and coercion incident to their efforts. would find a serious stumbling-block in the law. Their combined attempt to prevent outside labor from seeking employment by means of intimidation and violence was declared unlawful and enjoined. The boycott against the employer and against innocent third parties as well, in order to so cripple his business as to compel him to accede to their demands, was declared unlawful and enjoined. And here the political activity of organized labor began. The claim was made that the law discriminated against the union, that the judges administered the law in a prejudiced and partisan manner, and that our courts were being used for the purpose of denving to labor ordinary and fundamental rights. These claims have been made so persistently and so long that many people believe there must be some reason for them. Under their cover, laws are being demanded of Congress and of different State Legislatures, which would change the old common law of conspiracy so far as it applies to organized labor, and which would give to it special license and immunities in carrying on its coercive campaigns. Anything short of actual crime that a labor organization saw fit to do in the way of using its combination to injure others and to compel concession to its demands would be legalized by the laws proposed.

#### Closed Shop Not Necessary to Unionism

There would seem to be nothing desirable about the closed shop as a fixed institution in our national life-in fact, its every influence appears upon analysis to be decidedly detrimental to industrial and social progress. What is its justification? Upon what economic, plausible foundation does it rest? The only excuse that is ever given is that the closed shop is absolutely necessary to the development of the principles of unionism. In other words, unions must have a monopoly, or they cannot exist and flourish. The facts do not justify this contention. The most powerful and successful union in this country, the Brotherhood of Locomotive Engineers, is and always has been an open shop organization. It has never presumed to insist upon exclusive employment of its members. The unions of England, which are far in advance of those in this country in organization and influence, are all upon the open shop basis. The closed shop is a peculiarly American institution.

But to go further into the reason of the matter The union seeking a trade agreement from the employer, and in the absence of the use of force or coercion, must give him some inducement to grant the terms asked. This inducement naturally would consist in some form of benefit to the employer in the way of greater efficiency and productive capacity on the part of the members of the union, or in the security offered for a certain period by having certain definite terms agreed upon from which wage cost could be readily calculated. Any employer would be not only willing but anxious to enter into agreement with a union whose members, on account of greater skill and competency and through a spirit of co-operation and a desire to achieve the very highest productive capacity, would work in harmony with him to produce the best possible returns from his capital and their labor. It is an economic fact that increased utility on the part of the worker tends to an increase in his wages, for the simple reason that he is worth more. Increased utility on the part of workers generally in any business would result immediately in a corresponding increase in the product, which means that the employer would be in a position, through this one fact alone, to pay higher wages to those responsible for the increase. Conversely, the decreasing efficiency of the men resulting in a constantly decreasing product makes it correspondingly more difficult for the employer to sustain the

## THE CLOSED SHOP

rate of wages. A union, adopting the ideals of increased efficiency and the sanctity of trade agreements and of a spirit of co-operation with the employer to attain the highest possible productive capacity of the business and whose members were chosen and instructed with a view to these ideals, would have no trouble in making satisfactory trade agreements at fair wages and would need to have no fear of the competition of outside workmen.

# An Evil to Union Man Himself

The process would not stop here. An increase of product, resulting from the increased utility of the workers, would require a greater amount of material and machinery. This means that other industries would be called upon for this material and machinery and that a new demand for labor in those industries would be created, with a corresponding tendency to increase wages. The lessening of the cost of production, coupled with an increased product, would tend to lower prices. The worker, therefore, in return for his increased utility would not only receive higher money wages, but his cost of living would be reduced by the resulting decrease in prices. The matter seems to resolve itself down to the fact that the closed shop is an economic and social crime from which absolutely no permanent good to any one can result, not even to the union man himself. Those who sincerely believe in the combination of working men for their own protection and in the value such combinations could have industrially and socially, should be the last to encourage perpetuation of the closed shop system.

#### Public Final Arbiter

It is often said that it takes two to close a shop—the employer and the union. We may add another party, the general public, for without the approval and acquiesence of the general public, which is the final arbiter in industrial matters as well as the final consumer which pays the bills, such a system could not exist. The political activity of the unions in their endeavor to secure legislation favorable to their coercive methods is forcing these questions upon the public to a greater extent than ever before. There is no reason to doubt the ability of the American people to settle the questions involved when it finally takes them up in earnest. Disassociated as it is from the interests of the masses and standing for special privileges to a

few, closed shop unionism has little chance of making much headway as a public issue, especially with a people who have developed a habit of thinking that all great industrial combinations should serve some public good, and have formed a firm and deep-seated purpose of regulating and controlling the great combinations and trusts of capital, so as to protect and subserve the public interest.

# THE CLOSED SHOP OR THE REPUBLIC'

America will abolish the closed shop, or the closed shop will crush America. There was a time when the closed shop was used by organized labor to consolidate victories in hours and wages, and to prevent any reverses through a break in the ranks. Such breaks, it was assumed, would be avoided by compelling every prospective employe in a given plant to join the union before he could go to work. Thus we got "recognition of the union" as a cardinal principle of organized labor. Recognition of the union in any instance means, in the parlance of organized labor, the establishment of a closed shop. So, also, the right to organize labor unions, which all America concedes, means in the parlance of organized labor the right to establish the closed shop, something which all America does not concede and which America can not afford to concede. For the closed shop today has little or no relation to hours and wages. The closed shop today is used by organized labor primarily for the acquisition of political power.

The most impressive illustration of that fact began with the passage of the Adamson law by Congress in 1916. The railroad brotherhoods had long enjoyed the monopoly of employment known as the closed shop. They demanded a raise of pay in the disguise of an eight-hour working day. To avert a railroad strike, the President of the United States besought the Congress of the United States to give the brotherhoods by law practically what they had demanded from their employers. The brotherhood chiefs gave Congress so many hours to come across, and sat in the galleries of the House and Senate with stop watches in their hands to see not only that their word

<sup>1</sup> H. M. Nimmo. The Labor American. 2:9-10. December, 1920.

was made law, but that it was made law on time. Congress obeyed its masters and the strike was avoided.

Some months later one of the brotherhoods again asserted its superiority to the United States Government by expelling some of its members for testifying before the Interstate Commerce Commission contrary to brotherhood regulations.

The climax of union dictation was reached when the brotherhoods swooped down on Washington during the past year and demanded that Congress buy all the railroads in the United States and in effect turn control of them over to the brotherhoods. And for that plan, camouflaged as Government ownership, the whole American Federation of Labor voted by nearly four to one in its recent convention in Montreal. Does any sane man believe that without the closed shop and the monopoly it gives these brotherhoods on railroad employment they would have the arrogance to mulct the nation for such a sum as that?

The steel strike was not a strike for hours or wages. It was a strike for political power, as the Senate investigation clearly showed. It was a strike, for one thing, aganst "company unions," which transacted business with the employer without the aid of the American Federation of Labor and its professional labor leaders. It was a strike to fasten the closed shop on the steel industry, and bring it into complete subjection, like the railroads, to organized labor. The gentleman who first devised the plan of having the Government buy the railroads for the unions has since included in his program all the basic industries, and the American Federation of Labor is formulating another campaign for the conquest of steel.

The Boston police strike, backed by the American Federation of Labor, was a deliberate defiance of constituted authority, and an attempt to set organized labor above the law, and it was accepted as such by the people of Massachusetts when they re-elected by one of the largest majorities ever polled in that state the Governor who smashed it.

The attack of the American Federation of Labor on the Kansas industrial court is avowedly an attack on the right of the American people to guarantee themselves the elemental necessities of food, clothes and shelter. "The public," says President Gompers, "has no rights which are superior to the toiler's right to live and to his right to defend himself against oppression." But the Kansas industrial court does not question the toiler's right to live or to defend himself from oppression. On the contrary, the Kansas industrial court was established to assert and enforce those rights by judicial procedure rather than by strikes.

What is more, Mr. Gompers knows that quite well, but he prefers strikes to judicial procedure or any other government action. "The freedom of workmen in enjoyment of the right to strike," he argues, "means the freedom of men to make life better, safer, happier." It is equally true that the freedom of workmen in enjoyment of the right to work means the freedom of men to make life better, safer, happier. Kansas would guarantee to every man the primary right to work, strike or no strike. Gompers would take that right away from him and vest it in a closed shop labor union.

You can't make life very safe or happy if you can't get any food or clothes or shelter, and if Mr. Gompers has his way you won't have any food or clothes or shelter whenever a food union, or a clothes union, or, let us say, a coal union, is on strike. It is Mr. Gompers' conception of freedom that anybody who tries to get you or your children any food or clothes or coal under such circumstances is a scab, and if you try to get any of these things yourself by voting for a court that can remove the cause of such a strike or protect those who are willing to take the place of the strikers, Mr. Gompers will tell you with a perfectly straight face that you are making a slave of the workingman, though he will not carry his logic far enough to admit that the workingman who is willing to starve or freeze you or your family by striking is making a slave of you.

The slaves Mr. Gompers talks about are all slaves with votes. If they don't like an industrial court, or any other bit of government machinery, let them wipe it out at the polls like American citizens. If they can't wipe it out at the polls they are in the minority. Being in the minority—Mr. Gompers himself doesn't claim over a fourth of the population for organized labor—they can inflict their will on the Government of the majority only by the use of force, and that force they mobilize in the closed shop, which aims to monopolize employment and control industry and so exercise a political dictatorship after the manner of the railroad brotherhoods.

So determined is organized labor to run the country to

suit itself, even though it represents only a minority, that it opposes every attempt of the vast majority to restrict or delimit industrial warfare by Government action. The American Federation of Labor not only opposed the anti-strike clause in the new railroad law, but is even now demanding the abolition of the railroad wage board set up in that law as a buffer for strikes. All Government boards, whether of conciliation or arbitration or investigation, are anathema to the American Federation of Labor. Profit sharing of all kinds is denounced by organized labor because it brings the employer and employe together, and organized labor must keep them apart to hold its job. Compulsory investigation of industrial disputes Mr. Gompers has described as a "blood relation" of compulsory arbitration because it tends to supend the right to strike.

The divine right to strike is the spiritual successor of the divine right of kings, which civilization long since laid away among the relics of the race, and for that right to strike organized labor is willing to visit on this country suffering and loss such as organized labor itself would not permit a foreign power to impose on us. Strikes cost the United States two billion dollars last year.

Either the Government of the United States is going to preserve fundamental American rights from union aggression, or the Government of the United States is going to submit to a super-government of the unions, for the unions and by the unions. The second alternative means class rule and class legislation, in which Russia presents such a conspicuous failure.

Between Russian bolshevism and the American closed shop there is little difference as far as the operation of industry is concerned. Bolshevism seizes the industries outright and makes the Government responsible for them, whereas the closed shop strives to control the industries without relieving the owners of any financial responsibility; but that difference will begin to disappear if the American Federation of Labor succeeds with its railroad policy, and proceeds with the rest of Mr. Plumb's plan for the nationalizing of the basic industries.

Between Bolshevism and the closed shop there are startling points of resemblance. The closed shop stands for a standard of work under which the most incompetent can qualify for a day's pay; it stands for retarded and lowered production; it

stands for organized slacking; it stands for a maximum wage and a minimum of effort. Bolshevism, under which the workers themselves at first operated the industries, revealed precisely the same weaknesses, and at such cost to the country that the Bolshevik chiefs have been compelled to reinstate oneman managements and to apply conscription to labor in order to get something for the country to live on. The closed shop is fostering for America the same economic disaster, with the Plumb plan as the first bitter fruit. With an economic fallacy for a foundation the people of America are now being asked to erect a half socialistic state and finance it. Their purse is not long enough—and never will be.

The answer to this conspiracy against the Republic is the open shop, wherein a man may earn a living without paying tribute for it; where individual freedom reigns; where the best man wins what is coming to him; where a fair day's work for a fair day's pay is still an honored motto; where reasonable discipline guarantees reasonable production and efficiency; where an American citizen may retain his first allegiance to his country and to his Government.

# THE CASE FOR THE OPEN SHOP

It is apparent from our experiences of the past that we cannot hope for efficient production under a closed shop or organized labor control. Unwise leadership has chosen to restrict production wherever organization had secured control of an industry or an establishment. Each succeeding increase in wage has been followed by a decrease in output under stringent rules. The flagrant abuses in the building trades are familiar to all of us and are only indicative of similar abuses wherever organized labor has secured control over industry. The inability of wages to ever overtake cost of living under such practice is so apparent that it is difficult to understand why it is continued. The fact that there have been so few organized industries, as compared with the independent ones is all that has prevented disaster before this.

I can see but one permanent remedy for this condition, and that is the adoption of wage system based on production. The employer must assume responsibility for development of such

<sup>1</sup> By John W. O'Leary. Nation's Business. 8:18. June, 1920.

systems. They must be fairly based, so that an honest day's work will produce an honest day's pay. Beyond that, the individual workmen should be unrestricted and every effort made to encourage a maximum of output. The result will be a high real wage, rather than a high money wage, a participation in profits of industry and a benefit which will reach the public. Shorter hours will be possible and, not least of the advantages of such system, will be contented men. It is unnatural for men to be contented under a program of work which requires them to kill time, and nothing quite equals the satisfaction of accomplishment of a real task.

The establishment, as a unit of production, is of equal importance in our responsibilites. It is difficult to develop any effective means of sympathetic relationship where management is far removed. It is dangerous to such relationship to permit an outside interest to intervene. Such intervention or interference brings a separation rather than a unification. I know that it is contended that employees can only express themselves through men trained in fighting their battles. But such contention is based on a wrong conception of American industry. Is is based on a vision of industry today which pictures a great corporation with millions of capital and management far removed from the individual worker. Yet 95 per cent of the manufacturers of the United States employ less than 100 men, and 98 per cent less than 250.

# CLOSED SHOP<sup>1</sup>

The remarkable growth of labor organizations in recent years has brought into public discussion more prominently than ever before the question of the union versus the open shop. Refusals to submit to the indignity of working by the side of "scabs," violent upheavals caused by the desire to avoid contamination from "unfair" materials, and earnest demands that public employments shall be closed to all who cannot produce union cards, are some of the aspects which the problem assumes. As frequently as not the collective agreements which are thought to point the way to industrial peace call for the complete unionization of factories or workshops; while, through the agency of the union label, the consumer is in-

<sup>1</sup> Bullock, C. J. Atlantic Monthly. 94:433-9. October, 1904.

vited to place the seal of his disapproval upon the employment of such unclean things as "rat" or "scab" labor.

Historians of the labor movement tell us that in poorly organized trades this dislike of working with outsiders has often seemed not to exist, and that usually an exclusive policy has not appeared until the unions have become large and powerful. This fact is not difficult to explain, because, other things being equal, it is obvious that the fighting strength of a labor union depends upon the comprehensiveness of its membership. While, therefore, it may be inexpedient for a weak union to press this claim, we must expect that every accession of strength will bring into the foreground the contention that only union men shall be employed. In England, according to Mr. Sidney Webb, a few of the strongest organizations have succeeded in making it impossible for independent workmen to secure a livelihood: but in the United States such paradisiacal conditions are probably exceptional, although the demand for a closed shop has become one of the cardinal points of trade-union policy.

Even outside of the ranks of organized labor there seems to exist to-day a considerable body of opinion favorable to the demand. Sometimes this is merely the result of a vague feeling that labor is the under dog, and is asking for nothing more than the trusts have already secured. Not infrequently it is voiced by the socialist, whose passion of Humanity usually stops this side of the despised "scab." In other cases it is due to a failure to realize the precise nature and logical consequences of the policy now under consideration. It is, doubtless, upon this last ground that we can explain the conclusion reached by the late-lamented Industrial Commission, that there is, "beyond question, much force in the argument of the union men in defense of their attempt to exclude others from employment."

In considering the merits of this proposal our argument will proceed upon the full and frank recognition of the right of laborers to organize for the purpose of raising wages or improving in other lawful ways the conditions under which they work. Trade-unions become subject to just criticism only when they endeavor to accomplish illegal or uneconomic purposes, or when they employ improper means of attaining their ends. From this point of view, which at the present day is the only one worth discussing, the two questions to be deter-

mined concerning the closed shop are, whether it is in itself a proper object of trade-union policy, and whether it can be secured by proper means.

In defense of the demand for a closed shop it is usually argued that the individual laborer has the right to refuse to work with any person or class of persons who may be distasteful to him, and that what an individual may rightly do, a union, or combination of individuals, may properly undertake. When stated in such broad terms, the argument overlooks certain important qualifications which need to be considered carefully before a safe conclusion can be reached.

So far as the individual laborer is concerned, it is undoubtedly true that a simple refusal to work is a perfectly lawful act. But the mere termination of the employment contract is one thing, and the demand that a fellow workman be discharged is quite another. The former involves nothing but the control of one's own labor; the latter is an attempt to persuade an employer to have no dealings with a third person whose right to secure employment is thereby invaded. Such an interference with the rights of others is clearly unlawful, unless it can be shown that there is adequate justification for it. If, for instance, the obnoxious man be an incompetent engineer whose ignorance or inexperience endangers the lives of all who work in a mine or factory, a demand for his discharge would be morally and legally defensible. If, however, the demand is based upon the laborer's political or religious beliefs, no such justification can be shown to exist; and any one injured in such a manner would be entitled to recover damages from the person who had procured his discharge. Whether now a refusal to join a trade-union is to be deemed a satisfactory or an insufficient reason for interference with the contract rights of the non-union man will depend upon the view that one holds concerning the desirability of permitting a laborer to enjoy freedom in the disposal of his labor. At present the theory of our law is that this freedom is a highly desirable and important thing, so that it is hard to justify the act of persuading an employer to discharge a non-union man.

But when a demand for a closed shop comes from a combination of laborers the objections are still greater. In such a case the civil liability for damages continues, while there is the further possibility that the act may constitute a criminal con-

spiracy. In the eyes of the law there are important differences between an individual and combination. These are based upon the principle that an individual is responsible for his overt acts, while in a combination the mere agreement to unite for a certain purpose constitutes an act for which the members may be held accountable. "The number of the compact," as an eminent judge has put it, "give weight and cause danger;" and it is reasonable and inevitable that, since the power of a combination far exceeds that of an individual, a stricter accountability should be enforced in the one case than in the other. If now it be unlawful to procure the discharge of a fellow workman who refuses to join a union, the consequences of such an act are all the graver when a number of men conspire to bring it to pass.

The decisions of our courts disclose the fact that some difference of opinion exists among our judges. In most of the earlier cases it was held that the attempt of a union to prevent the employment of outsiders, and particularly to secure the discharge of men already employed, constituted an unlawful interference with the rights of others. More recently, however, under the influence of the well-known English case of Allen v. Flood, there have been a few American decisions that admit the right of a combination of laborers to refuse to work with persons who may for any reason be objectionable. But the decision in Allen v. Flood did not relate to a case in which the existence of a combination was established, and, at the most, decided what it was lawful for an individual to do in the course of a labor dispute. In 1901, in the now leading English case of Quinn v. Leatham, the House of Lords made short work of a combination of laborers which attempted to bring about the discharge of a non-union man by establishing a boycott against his employer. While for the United States the question may not be finally adjudicated, it is safe to say that the decided weight of authority is against the legality of the position of the trade-unionists in this matter.

Sincere the ultimate legal rule has not yet been established, the more interest attaches to the economic aspects of the subject, for these, obviously, must exercise considerable influence upon the final course of the law. From the economic point of view the fewest difficulties are encountered in the case of a union that is compelled to fight for the mere right to exist. When employers undertake to close their shops to members of

labor organizations, a common device is to discriminate constantly against union men. If new hands are taken on, outsiders are certain to be given the preference; when the force is reduced, members of the union are selected for dismissal. Under such circumstances the organization is likely to disintegrate unless it resists the employment of non-union men. If we grant, as we have done, that laborers have a right to organize, it is hard to criticise a union for meeting discrimination with discrimination. A refusal to work with nonunion men in a shop or factory where discrimination is practiced against the members of the union has neither the purpose nor the necessary effect of establishing a monopoly or infringing the rights of others; the only practicable alternative would seem to be the surrender of what is conceded to be a clear legal right. It may be difficult for the courts to find a difference between such a case as this and the others that constantly arise, but that there is an economic and a moral distinction can hardly be doubted by one who believes that laborers have the right to organize. This has been recognized in the laws which some sixteen states have passed "prohibiting employers from discharging employees for belonging to or for joining labor unions, or from making it a condition of employment that they shall not be members of such unions." The constitutionality of such a statute has been denied in Missouri and upheld in Ohio, so that we here encounter another legal difficulty that it ill behooves a layman to attempt to settle. But if the right to organize exists and is deemed by the legislature to be important enough to require legal protection, it is hard to see why these laws differ materially from the statutes found in nearly all the states prohibiting employers from interfering with the political rights and privileges of their workmen. More important, however, than the constitutionality of these enactments is the fact that in practice they can be of comparatively little protection to the laborer. Most wage contracts are terminable at any time at the pleasure of either party, and it is not easy to establish by legal proof the precise reason for the discharge of a union workman. Unless, therefore, laborers are allowed to protect themselves under the circumstances now in view, it would seem that they suffer from grievous disabilities under our present law.

But the situation is radically altered when a union undertakes, in cases where no discrimination is practiced by employ-

ers, to insist upon the exclusion of all independent workmen from an entire craft or trade. The argument in favor of such a policy has recently been stated by Mr. John Mitchell in the following words: "The union workmen who refuse to work. with non-unionists do not say in so many words that the employers shall not engage non-union workmen. The dictum of the trade-union is not equivalent to an act of Congress or of a state legislature prohibiting employers from engaging nonunion men. What the unionists in such cases do is merely to stipulate as a condition that they shall not be obliged to work with men who, as non-unionists, are obnoxious, just as they shall not be obliged to work in a dangerous or unsanitary factory, for unduly long hours, or at insufficient wages. Of course, when unions are strong and include all the best men in the industry, this condition amounts to a very real compulsion. The compulsion, however, is merely the result of the undoubted legal right of workmen to decide upon what terms they are willing to give their labor, and the employer is always theoretically and often practically in a position where he may make his choice between union and non-union labor." It will be observed that Mr. Mitchell candidly admits that the policy may result in "a very real compulsion" both upon employers and upon non-union men. Elsewhere he remarks: "With the rapid extension of trade-unions, the tendency is toward the growth of compulsory membership in them, and the time will doubtless come when this compulsion will be as general and will be considered as little of a grievance as the compulsory attendance of children at school."

Mr. Mitchell's honest admission that the demand for a closed shop may result in "a very real compulsion" carries us at once to the heart of the objections that can be urged against it. By this policy a combination of workmen undertakes to determine for all concerned in an entire trade the conditions under which employment must be offered and accepted. This mere statement of the case is sufficient to establish the difference between an individual's refusal to work and that of a combination. The trade-union undertakes to do a thing which no sane individual could expect to accomplish by his unaided effort, and the purpose of its demand is something that changes the whole character of the act.

The first objection that may he brought against such a policy is that a trade-union which attempts to exclude all out-

siders from a craft or industry is seeking to establish a monopoly, and that a combination formed for such a purpose is both legally and economically indefensible. To this charge Mr. Mitchell and others have replied that the union is not a monopoly so long as it opens its doors to all persons who are desirous of entering its trade. Mr. Mitchell, indeed, frankly admits that if "a union is working not for the interest of all the men at the trade, but of the members who at that time are actually in the union, if it is unduly restrictive, prohibiting apprentices, charging exorbitant initiation fees, and excluding capable applicants for membership, then its refusal to work with non-unionists is monopolistic." Such a case is probably too clear to permit of serious dispute. The Report of the Industrial Commission makes the same qualification that Mr. Mitchell admits at this point.

It may be contended, however, that the policy of an exclusive and restrictive union in enforcing a closed shop does not differ from the regulations enforced by some of the trusts which refuse to sell their goods, or refuse to sell upon equitable terms, to merchants who buy from any possible competitor. In the factor's agreement these monopolistic tactics have been reduced to a fine art, without enlisting any apparent opposition from many of the people who declaim against the closed shop. That this comparison is well founded does not admit of a reasonable doubt. To refuse to sell sugar or tobacco to a dealer who will not agree to buy from no other source is precisely like the refusal of laborers to work for a person who will not buy all his labor from the trade-union. To refuse to sell upon equitable terms may be a refinement of the process, but it alters in no way the purpose or the effect of the policy. Professor Clark is right, beyond a peradventure, when he contends that such a contract should be taken as conclusive evidence of the existence of monopolistic power and monopolistic intent. Yet the recogniton of this fact does not oblige us to approve of the closed shop: it is equally logical to condemn such tactics on the part of either trade-union or trust, and it is to be hoped that the final view of our courts will recognize the similarity and the obnoxious character of both of these policies.

But what shall be said of the trade-union that is not exclusive in the matter of admitting all competent persons who may desire to enter its industry or craft? In order to avoid

an argument about the proper definiton of the word, it may be well to refrain from calling such a union as Mr. Mitchell leads a monopoly, and to describe the purpose and effect of the closed shop in other terms. The President of the United Mineworkers admits that the effect of this demand, when it is made by a strong union, is to exert "a very real compulsion" upon both employers and non-union men; and he is too candid to deny that this is one of the purposes that the organization has in view. Leaving the employer out of the reckoning, for the purpose of our argument, it is obvious that this compulsion affects the non-union man in a matter wherin his freedom of action is legally and, it is probable, economically a matter of as much concern to society as the freedom of the unionist to combine for proper purposes. Unless we are prepared to relegate all the laborers in a trade-union to a condition or status determined by a combination or association known as a trade-union, and to deny the advisability of permitting a worker to choose freely between an individual or a collective contract, we must insist that the compulsory unionization of industry is economically indefensible. Even if the union is not called a monopoly, it is evident that the demand for a union shop leads to the introduction of compulsion into a situation in which it is generally believed that freedom is beneficial.

The trade-unionist, however, will usually deny that freedom to make an individual contract with an employer is advantageous to the laborer. He will contend that the time has come when freedom of individual contract results in the systematic exploitation of the workers, so that the welfare of the laboring . classes and of society demands that collective bargaining shall be universally established, by persuasion if possible, by compulsion when necessary. It is argued, furthermore, that since the maintenance of tolerable conditions of employment depends upon the efforts and sacrifices of the trade-unionists, it is only just that the outsiders should be compelled to contribute to the support of the organization. Sometimes, indeed, assuming the attributes of political sovereignty, the unions denounce as "traitors" the recalcitrants who refuse to be gathered into the fold. Thus it appears that the philosophy of the closed shop is based upon the belief that the welfare of the laboring classes is bound up with the device of collective bargaining, that the success of this expedient depends upon its universal application, and that no individual workman can be

conceded rights that are inconsistent with the welfare of his class. This, and nothing else, is the meaning of the closed shop.

It must be evident that if the theories of the trade-unionist are correct in this matter, we shall have to revolutionize our present views of economic policy and individual rights. Without, however, considering whether such a change is desirable or possible, it may be demonstrated that, even if the unionist is so far right, it does not follow that it is lawful or expedient for private combinations of laborers to undertake the compulsory organization of industry. Such compulsion is probably illegal in the present state of our law, and should proceed, in any case, from the government, and not from private associations of any character whatever.

For, in the first place, it is practically certain that a domineering and monopolistic spirit will manifest itself ultimately in any private organization that acquires such far-reaching and important powers. This is the inevitable result of human infirmities from which laborers are no more exempt than capitalists. The mere love of power, for one thing, is likely to lead to arbitrary and unwarranted acts of self-aggrandizement; while the still stronger motive of monopoly-hunger-is always present, even if for the moment it may seem to slumber. We have had with us, to be sure, in recent years a considerable number of apologists for monopoly; but their arguments have not yet convinced many people that it is for the public interest to vest uncontrolled monopolistic powers in private hands. Without attempting to compare the possible evils of a monopoly of labor with those resulting from combinations of capital, we may safely conclude that it would be highly dangerous to allow a permanent and all-inclusive organization of laborers to control such matters as admission to a trade, the introduction of improved machinery, and the rate of wages. As a matter of fact it is highly desirable that a trade-union should always be kept upon its good behavior by the knowledge that an unreasonable or selfish policy will drive both employers and the public to seek relief by appealing to the non-union man. Not a few sincere friends of labor organizations are now hoping that the unions may be delivered from the consequences sure to follow the general establishment of the closed shop.

In the next place, even if the fear of monopoly be ill founded, it is reasonabley clear that a trade-union is a most

undesirable agent to employ in enforcing the compulsory organization of labor. To say nothing of other matters, such as the loss occasioned by strikes, it is certain that when the union goes forth to battle for the closed shop it can hardly avoid arousing some of the worst passions of human nature, even though its leaders studiously avoid all appeals to hatred or violence. When a body of men is told that a "scab" has no right to employment, that he is an enemy of the laboring class, and must be compelled to change his ways, the union is playing with edged tools that cannot be handled with safety in the excitement of a strike. From this source arise most of the serious evils that do so much to discredit the labor movement in the minds of law-abiding men and to furnish ammunition to its enemies. If the desirability of compulsory membership is ever to be considered, the question should be decided in another forum, where the passions aroused by the strike will give place to the amenities of orderly political discussion. The plight in which several of our largest cities have recently found themselves should be sufficient proof of this contention.

This brings us to a final, and most important consideration. A little reflection should convince any one that the conditions under which a man shall dispose of his labor are of such exceeding importance to society that, if freedom is to be denied, the restrictions imposed should be determined by the government and not by any other agency. Such regulations should be just, uniform, and certain; they should not be subject to the possible caprice, selfishness, or special exigencies of a labor organization. Here, as elsewhere, we should apply the principle that, when it is necessary to restrict the freedom of labor or capital to enter any industry, the matter becomes the subject of public concern and public regulation. If membership in a labor organization is to be a condition precedent to the right of securing employment, it will be necessary for the government to control the constitution, policy, and management of such associations so far as may be requisite for the purpose in view. Only upon these terms would the compulsory unionization of industry be conceivable. Of course, before such legislation could be enacted, a change in the organic law of the states and the nation would need to be effected, for we now have numerous constitutional guarantees of the right of property in labor. These guarantees include the right to make lawful contracts, and the individual freedom so ordained can be

restricted by the legislature only when the restraint can be justified as a proper exercise of the police power. Time and effort might be required for securing such constitutional amendments; but our instruments of government provide a lawful and reasonable method of accomplishing this result.

The object of this article has been so much to consider the merits or demerits of the closed shop as to explain its purpose and logical consequences. It should be tolerably evident that this demand of the trade-unions would lead to revolution in our law and our economic policy; whether the prospect of a compulsory regimentation of labor is sufficiently attractive to make such a change desirable is a question into which we shall not now enter. The socialist, of course, would welcome this, or any other, limitation of the rights of the individual. He who wishes to form an opinion upon the subject would do well to study the history of the mediaeval guilds, and to examine particularly the influence of these institutions upon individual opportunity and economic progress. This might not enable one to reach definite conclusions concerning the proposal to organize modern labor upon the mediaeval basis, but it would at least furnish a point of departure. It would be worth while, also, to inquire to what extent the guilds were able, even with the sanction of the law, to maintain their monopoly of industrial opportunity, and what methods were employed in dealing with interlopers. Finally, it would be necessary to consider whether modern conditions require mobility or fixity of economic relationships, and whether compulsory organization of labor would meet the demands of the present age. After these things had been determined it would be time enough to speculate about matters concerning which we cannot learn much from present or past experience. Meanwhile, no matter what the ultimate conclusion may have to be, something will be gained if we realize the far-reaching consequences of a decision to pronounce a sentence of economic outlawry upon the non-union man.

## OPEN SHOP'

The arguments in favor of the open shop are based upon the necessity of preserving the freedom of individual contracts. *Right of Individual Contract*—In a recent decision of the

<sup>1</sup> Bliss, William D. P. New Encyclopedia of Social Reform. p. 853. Univ Calif - Digitized by Microsoft ® Superior Court of Cook County, Illinois, it was held that agreements for the closed shop "would, if executed, tend to create a monopoly in favor of the members of the different unions, to the exclusion of workmen not members of such unions, and are, in this respect, unlawful."

The law of morality and the law of man forbid any citizen, whether he be laborer or capitalist, to enforce his demands by the oppression of others, by a denial to any man of his right to work, for whom he will, and for what he will, of his right to hire any man for what that man is willing to accept.

The freedom of action is legally and, it is probable, economically a matter of as much concern to society as the freedom of the unionist to combine for proper purposes.

Unless we are prepared to relegate all the laborers in a trade to a condition or status determined by a combination or association known as a trade-union, and to deny the advisibility of permitting a worker to choose freely between an individual or a collective contract, we must insist that the compulsory unionization of industry is economically indefensible.

The conditions under which a man shall dispose of his labor are of such exceeding importance to society that, if freedom is to be denied, the restrictions imposed should be determined by the government and not by any other agency. Such regulations should be just, uniform, and certain; they should not be subject to the possible caprice, selfishness, or special exigencies of a labor organization. When it is necessary to restrict the freedom of labor or capital to enter any industry, the matter becomes the subject of public concern and public regulation. If membership in a labor organization is to be a condition precedent to the right of securing employment, it will be necessary for the government to control the constitution, policy, and management of such associations so far as may be requisite for the purpose in view.

Trade-unions have no right to usurp the sovereignty of the State and to destroy that individual freedom which is the cardinal principle of American life, whether it be religious, political, or industrial.

If unions are to render permanent service to the laborers, they must be voluntary organizations. If any device can be invented by employers of laborers by which laborers can be coerced into joining or kept from joining labor-unions, then these organizations no longer represent either the best thought

or the best interests of the laborers. They must necessarily soon degenerate into mere dictatorial groups. There is no principle of ethics, economics, or equity that will make the coercion of laborers by laborers any better than the coercion of laborers by capitalists.

Men who, as victims of trade-union despotism, are forced into the union, would prove elements of weakness and prepare the way for disintegration.

Danger of Trade-Union Power.—An important argument against acceding to the demands of trade-unionists for the closed shop is the danger involved in granting too much power to the labor organizations.

It is contended that it would be highly dangerous to allow a permanent and all-inclusive organization of laborers to control such matters as admission to a trade, the introduction of improved machinery, and the rate of wages; that it is highly desirable that a trade-union should always be kept upon its good behavior by the knowledge that an unreasonable or selfish policy will drive both employers and the public to seek relief by appealing to the non-union man.

Injury to Business—It is claimed that the open shop is necessary in order to preserve the liberty and protect the rights of employers. The closed shop means that none but union men shall be employed; that the foreman shall be acceptable to the union and, therefore, presumably a member of it; that the rules of the work shop shall be made by the unions; and it is claimed that all this practically takes the management of the business out of the hands of the employers and places it with those who lack business responsibility. The men who have put their capital into the business can no longer control their own property, but are practically compelled to turn it over to the management of an organization which deems its own interests in conflict with those of the capitalists.

The closed shop would, it is claimed, be injurious to business and thus disastrous to the general welfare of society:

By imposing on a shop where there is no dissatisfaction, the liability of a sympathetic strike or of a strike growing out of a quarrel with some other union;

By taking the management out of the hands of the employers who have the greatest stake in the business, and thus inviting failure;

By destroying all competition between good and poor work-

men, and thus lowering the standard of skill and resulting in an inferior product;

By destroying all competition between union and non-union men and enabling the unions to force wages up to a point which the business could not stand; and, with a higher price for a poorer product, a closed shop could not complete with establishments not so handicapped.

# WHAT THE OPEN SHOP DOES 1

Los Angeles is now the first city on the Pacific Coast, not only in population, but in the number of industries and the value of its industrial products. The Federal census of 1920 shows it to be the tenth city of America both in population and industry. How has this come to pass?

Los Angeles has achieved with justice the repute of being the freest city in the freest land under the sun. It is not a community "where wealth accumulates and men decay." It is the city of opportunity, where the right to work is as indisputable as the right to leisure. He who seeks employment is not asked, "Are you in good standing with your union? Have you been suspended or expelled in some other industrial community for breaking union rules?" but "What have you done, and what can you do?"

Industrial Los Angeles is builded on principle, a principle as old as civilization itself; it is the right of every individual to work where he pleases, at any occupaton he elects, and for which he can qualify, and at wages which are mutually acceptable to him and his employer. Here he is guaranteed the right to labor, the right to possess and the right of the uninterrupted enjoyment of the fruits of his toil.

For a generation Los Angeles has been educating her youth to the open-shop point of view, so that now it is as characteristic and ingrained in the Los Angeles business man as is the closed shop viewpoint of a San Franciscan. Each city has molded itself according to its belief and each city draws its own kind. Free labor and labor that would be free gravitates to Los Angeles from every corner of America. Union labor and those that stand for it as naturally seek San Francisco.

<sup>1</sup> Editorial, Los Angeles Times, August 24, 1920.

Here there is no bitter conflict between capital and labor. Most shops are operated under the wage system. It is the system that has banished from industry human slavery, the only one that guarantees the independence of the individual and makes community life tolerable for all its members.

There are also what are termed "closed shop" industries where only persons paying dues to a specified union and obeying its rules and regulations can secure employment. No man who has been suspended from a branch of the union, in any community, for any cause, can be employed, irrespective of his ability, his need of employment and the need of workmen. In the closed shops each workman is told by a business agent of the union what hours he may labor, what wages he must demand and when he shall go out on strike. The employer, like the workman, is at the mercy of the walking delegate. The workman ceases to be a free agent, the industry is no longer free; human servitude has been reintroduced under a new disguise.

The spirit of industrial freedom which animates Los Angeles makes such servitude intolerable; and there are fewer closed shops here than in any other community of equal size in the country. Yet this is entirely a matter of personal choice. Any employer or group of employers can operate a closed shop. The open shop industries do not retaliate by refusing employment to men carrying union cards. There is no opposition to workmen associating together in any organization that is not a menace to free government and the public welfare. Freedom of choice, however, is reserved alike to employer and employe.

Employment in Los Angeles is not dependent upon membership or non-membership in any labor union; it depends upon the initiative, the ability and the industry of the individual; and the wages are regulated by the natural law of supply and demand.

Such are the conditions under which Los Angeles has grown to be one of the great industrial cities of America; under which it has outstripped twenty other American cities in ten years. That they are satisfactory to labor is demonstrated by the thousands of expert workmen coming here yearly from communities where industrial freedom is comparatively unknown. A new generation of workmen is growing here that has never known the thralldom of the labor unions; but the great majority of

those engaged in the three thousand odd industries of Los Angeles have been at one time members of labor unions. Some of them still retain their membership; but most have found it profitable to assert their independence and initiative and to devote the money that once went in dues to the union to paying for a bungalow home.

As soon as it became known that there were competent workmen in Los Angeles to operate independent industries capital quickly followed. Government statistics show that the average wage paid in Los Angeles industrial establishments during the last ten years has been above the average of that in other sections of the country. And the working conditions have kept the stream of expert labor flowing to Los Angeles at a flood tide. Simultaneously the fame of Los Angeles as the leading open-shop city of America has attracted employers and industrial plants of the first importance. As the number of workers has grown so has the volume of work for them to do.

If Los Angeles is to retain the advantage which it has so hardly bought during the last thirty years it must not alone jealously guard the open-shop principle—it must continue to demonstrate by results that the open-shop principle is the best for employer and employee alike. The city regularly pays a little better than the union scale, the opportunities for advancement are better, living conditions are more desirable. Our phenomenal industrial growth is the natural corollary and so long as the causes are maintained the results will continue to come with the infallibility of a mathematical formula.

# THE CLOSED OR OPEN SHOP 1

In an address before a gathering of manufacturers, professional men and general business men at the Hotel Green, Danbury, Conn., Oct. I, Walter Drew of New York City, counsel for the National Erectors' Association, made a strong argument for the open shop. He based the consideration of the subject at this time on the fact that the present world crisis has brought general recognition of the fundamental importance of industrial questions, on which the fate of nations is now seen to rest.

<sup>1</sup> The Iron Age. 100:916. October 11, 1917.

"Since industry under the present form of capitalistic control has been in the hand of the employer, he must share responsibility for whatever conditions arise. Upon him, also, rests the chief responsibility of finding a solution. That solution will not come if he acts selfishly. He must seek the common good. He must labor to establish industry upon a sane, wholesome and just foundation, and he must co-operate with those who are working to these ends. He must consider himself, not as merely engaged in business for individual profit, but as a trustee for the beneficial use of the forces of production that he controls.

"This viewpoint of the employer's duty must be the basis of his co-operation with other employers. No association of employers will endure or deserve to endure which is founded upon any other basis. The making of large profits for the employer can no longer be considered the sole test of business success. Industry has not performed its functions unless it brings betterment of conditions and increased comforts to the worker as well as the owner and unless its product is made available to the general public at prices as low as possible through efficiency and unrestricted production. This broad view by the employer as a working principle in his own business and in his association with other employers is not altruism but is being found to be a sound, constructive business philosophy."

To-day, Mr. Drew said, the foremost labor question in this country is that of the closed shop, or a shop where only union men are employed and where non-union men are excluded. A nation-wide effort to extend the closed shop in our industries, taking advantage of our war-time necessities, is being made. Every community and every industry faces this issue. Mr. Drew then proceeded dispassionately and with a complete avoidance of harsh criticism to discuss the closedshop problem from the standpoint of the union man, showing by logical steps how finally the immense power of the closed shop union and its members over industry is exercised without penalty or responsibility in case of mistake, abuse or bad faith. This condition, he said, is unique and is not found in any other department of the business world.

"The weaknesses of the closed shop, its failure as an industrial institution, are due not so much to bad faith, or vicious conduct, or any unworthy motive on the part of the union

man, as to his limited and short-sighted viewpoint, his lack of understanding of economic principles and forces, his tendency to seek the apparent and immediate benefit, and his failure to understand and to seek the ultimate good. And in all this he is human, and his counterpart in varying degree is found among all of us.

"If a grocer mismanage his business through ignorance or shortsightedness, he fails and another grocer takes his place. So it is with the business man generally. Each pays the penalty for his lack of ability, and his failure, while it may affect others, still does not amount to a general catastrophe. If all the manufacturers of a given industry, however, should act together on lines that were ill-conceived and fundamentally unsound, then disaster to the whole industry would follow. These same things are ever more true of the worker. If all the workers of an industry, or a community, or a nation share erroneous ideas which form the basis of their philosophy and which they are able to carry out into actual and general practice, the degree of the injury to the industry, the community, or the nation will be measured by the degree and extent of the error. Since productive industry rests upon labor, there will be no alleviating influences; the error will work its full damage and whatever disaster follows will be general."

After discussing the well-known methods practised by closed-shop workers to decrease output, to compel the employment of more men to do a given piece of work and generally to make labor scarce. Mr. Drew gave some chapters of British industrial history, showing how the progressive control of practically all industry in Great Britain by closed-shop unions had reduced that country at the outbreak of the present war to such a state of general inefficiency as to be totally unable to meet the exigencies of the situation. He showed how the problem of increasing industrial efficiency was met and solved by the setting aside of hard and fast union rules and now, he said, "most significant to us in facing our present problems, we find the principles of the open shop agreed to and put into operation as the only way of bringing British industry to a state of efficiency where it can meet the national crisis." He added:

"We find England with hundreds of thousands of women and non-union men working side by side with union men, with

184

old restrictive rules laid aside, or at least modified, with new methods, new machinery and new spirit, performing industrial miracles, although England still faces the serious problems of peace readjustments over which hangs the shadow of the national solidarity of skilled labor. If England found the open shop a national necessity in the time of her greatest crisis, shall we, in our time of need, extend in our industries the system which brought her to the edge of ruin?"

It may be said, continued Mr. Drew, that we do not have . in this country the restriction of output practised in Great Britain. The explanation is simple. The great bulk of our industries are open shop. In a recent official report as to the conditions in our industries, made to the Secretary of War, it was pointed out that practically 90 per cent of the establishments that would be called upon in the work of war preparation were open shops. Our national industrial efficiency, our prosperity, our expanding foreign trade and commerce, the high wages of our workmen, doubling and even trebling those of any other nation-all find their foundation in open-shop industry. He concluded his address with a narration of closedshop experience in this country and its inevitable handicapping of industry, urging the unions to use their power and influence not to decrease the supply of labor but rather to increase the demand for it.

#### THE CLOSED SHOP IS OPPOSED TO HUMAN DEVELOPMENT '

Recent developments in the strike situation, so far as it affects the entire question of the port of New York, show very plainly that the whole controversy, in fact the real issue, is that of the open or closed shop. The old controversies concerning hours of work, wages, collective bargaining, relations between employers and the unions, are subordinated to the most fundamental fact of all—that of the absolute irresponsible dictatorship of a few men (nsually of foreign birth), who desire to run labor in this country on the basis of the class struggle of Continental Europe. With the closed shop, they can dictate con-

<sup>1</sup> Open Shop Review. 17:292-4. July, 1920.

ditions absolutely, and not from the standpoint of the good of the public in general, but from that of their own selfish desires and interests. They forget that the whole basis of American democracy is that of absolute denial of class interests, and the subordination of each to the good of all. Their own view would seem to be, that provided labor and capital, employer and employe, are in two mutually hostile groups, the go-betweens can dominate. Their labor leaders and other walking delegates then can act as these go-betweens, and to their own power and profit.

Not only is their own attitude un-American, but so also is the closed shop. In addition, this same principle of the closed shop is essentially undemocratic and opposed to the whole course of human development. It takes very little acquaintance with recorded human history to realize that the progress of the world always has been conditioned upon the overthrow of the principle of the closed shop in each and every walk of life. Ancient history is the story of the racial closed shop and the struggle of mankind to overthrow it. The Middle Ages witnessed the same struggle, but under two more special forms. First of all, there was the feudal system, with its restraints based upon land holding and nobility of blood. It was a closed shop in every sense, and when the merchant guilds began to break through the barriers they fell into the same position. Their attempt to establish the closed shop as regarded their own interests broke upon the rock of human differences in mind, ability and endeavor, and they went to the wall. Also the same thing appeared in religion, and the doctrine of exclusive salvation brought on the religious wars and persecutions that lasted for centuries. This doctrine was not peculiar to any one church or creed, but was universally accepted until comparatively recent times. Religious toleration and freedom, the great contribution of our early American history, forever, we believe, broke the power of the closed shop in religion. The closed shop of feudalism first was broken in Great Britain and the American colonies, then in France, and the last five years have seen the final blows that probably will eliminate it throughout the civilized world.

During the past two centuries we have seen the consummation of the victory over the closed shop in government. The history of England, from Magna Charta to the Parliamentary Reform bill of 1911 and the legislation of the last two years, have been the story of the overthrow of the closed shop in

politics. Our own American experience has been the same. Few people stop to realize that Hamilton believed in government for the people; later Jefferson extended it to government of the people; but it only became government by the people in the days of Andrew Jackson, when manhood suffrage first became general throughout the Union. That is to say, we enunciated the ideal principles of equality before the law and in all fields of opportunity, but could only gradually realize it after further years of a struggle which is not yet entirely complete today. Progress never comes easily and by revolution, which at best merely clears the ground. It comes only as a result of hard, gruelling work and as the fruit of a process of education and evolution.

Just in proportion as the principle of the closed shop has prevailed in any and every line of human endeavor, just in the same proportion has there been decay, stagnation and final destruction. If the labor leaders succeed in forcing this principle in the harbor of New York they will attempt the same thing elsewhere. It leads directly to the "dictatorship of the proletariat," and dictatorship never meant democracy. It is time that the people of the country at large as well as those of New York should understand clearly just what is involved in the present struggle.

It is not one of hostility to the unions or the right of the men to organize. It is the question of the independence, social and economic, of the laboring man himself and, in fact, of every individual in this nation at large. Neither capital nor labor, employer or employe, has the right to dictate to the mass of the people of the United States. It is necessary to break the power of any special class or interests, and thus we are probably at as critical a point of development as ever has been met and passed in our history.

Also it should be noted that the person who will suffer above all others if the labor leaders win is the individual laboring man himself. He may seem to profit for a while, but once recognize the principle of the closed shop in any one field or walk of life and it will inevitably come in all. What is sauce for the goose is sauce for the gander. In proportion as this principle grows and is successful will this country become undemocratic, unfair in law and society and un-American. Injustice is a two-edged sword which always destroys him who wields it.

#### SELECTED ARTICLES

### THE CLOSED SHOP-THE UN-AMERICAN PLAN<sup>1</sup>

The closed shop requires labor to bargain collectively through agents of their own choice, but denies the right to bargain any other way.

The closed shop policy arrogates the power, and not the right to bargain collectively, and instead of bargaining, attempts to dictate the terms to employers, with threatened strikes exercised as a power of coercion.

Under the closed shop policy the leaders of the unions undertake to speak for all labor in their respective classes, and attempt to restrict all labor performed to union members.

Under the closed shop policy all workmen not members of a union would be deprived of employment, if the union leaders could accomplish their purpose.

Under the closed shop policy consistent and successful efforts are made to decrease the output of labor and increase the cost of production without a compensating return accruing to the workmen, thus increasing the high cost of living.

Under the closed shop and restricted output of labor the cost of building material and construction has been doubled, and high rents have been made possible and perhaps necessary for all time to come.

Under the closed shop policy and decreased production of labor, higher wages have been enforced in the trades, the mills and factories, and many men are leaving the farm, with the inevitable consequence of under-production of farm products. and foodstuffs. Result: increased cost of living.

Under the closed shop and restricted production, farmers are forced to pay more for machinery, farm implements, supplies and labor. Under-production of farm products and foodstuffs must follow or prices be advanced-or both.

# FREE SHOPS FOR FREE MEN<sup>2</sup>

The recent rapid increase of membership in labor unions has brought to the front the demand for a "union shop."

<sup>1</sup> New Sky Line. 1:3. March 6, 1920. <sup>2</sup> William H. Pfahler, American Economic Association. Proceedings. 4:182-9. 1903.

which is being forced upon the employer whenever and whereever he is too weak to resist it. The manufacturer or employer of labor who resists this demand is said to have an "open shop"; and it is well to consider this feature of the struggle between employer and employee, with regard to the conditions created, but without sentiment or sympathy for either side. An "open shop" is a term quite common among employers, but it would have no significance were it not for this demand of the labor union to close the shop to all but union men and to prevent the employer from hiring free men who prefer to control the sale of their own labor according to its value, rather than at a price fixed by a body of men whose purpose is to create a standard of wages based upon the ability of the incompetent workman, or more frequently upon the emergency existing at the time such wages are fixed. The union claims that the efficient or skilled workman will always receive more than the standard wage: and while this may be true so long as there is one more workman in any craft than is required. when the condition changes so that there is a surplus of men. the incompetent is discharged, the wage of the skilled man is reduced to the standard which was fixed on a false basis, and often even lower than that, while the place of the incompetent workman is supplanted by machinery,

It is for this economic reason that a very large number of the best mechanics refuse to join the union, preferring to remain free men until forced by "persuasion," which is the only means allowed by the laws of the union, but which may be physical if moral will not answer the purpose. The last resort of the union in this direction is to demand a union shop, so that the employer, by refusing employment to a free man, or by discharging such a man if he continue to refuse to join the union, shall assist them in their persuasive purposes.

It is this action on the part of the union that compels the employer who prefers, in the purchase of labor, to make uo distinction as to his employees other than such as follow natural laws to contend for an "open shop," often at great cost and severe loss to himself, and to maintain that condition, regardless of the union demand. That he is right in doing so cannot be questioned; it is the true American condition that every man shall be free to seek employment wherever and under whatsoever conditions he may prefer, without regard to

his politics, his religion, or his affiliation with organizations based on principles which he cannot endure.

The opposition to the labor union to-day is not the objection to organized labor, but the objection to the methods employed by unions to force conditions and create ideals conceived frequently without due knowledge of existing facts, and especially objection to the secrecy in which all their plans are made and executed. The opposition of the employer to labor unions does not arise from any desire to prevent the accomplishment of their efforts towards the improvement of the condition of the workingman; the intelligent employer knows full well that the highest efficiency can be attained only by such improved conditions. He does object, however, to the attempt of the union to sustain in secret, by approval and applause, unlawful acts on the part of its individual members, even though these acts are in public denounced and claimed to be contrary to the laws of the union.

I have yet to find a rule of any union which provides for the punishment or expulsion of a member because of any criminal act that he may commit, even though convicted before a jury, if such act has been exercised against an employer who has refused to grant the demands formulated by the union in secret conclave. On the other hand I do know of cases where the union, out of funds contributed by the membership, has paid fines of large amounts inflicted upon its members by courts before whom they have been convicted for crime committed against the employer or against some *free* man who refused to remain idle at their dictation.

Another mistake of labor unions is that they endeavor to think and work along one line only—that is, to define and demand the rights, as they conceive them, of the workingman, but never attempt to define his duties; to define and demand the pay of the working-man, but never to define the equivalent in labor he shall furnish for such pay. This is the fact to such a great extent that the employer can very easily see in the action of the union the embodiment of the sentiment and the so-called principle which cause it to say, or at least to imply by its actions, that the employer has no right which the union is bound to respect.

I have outlined these conditions of the labor unions as they exist and are presented to the employer that I may more clearly give you his reason for opposing the union shop and

refusing to become a party to the attempt to create such conditions, while at the same time he may be in favor of organized labor and not only ready but anxious to confer at all times with its representatives upon any subject which is within its jurisdiction and the consideration of which will result in mutual benefit to employer and employee.

The difference between a union shop and an open shop can be clearly defined as a difference in management. In the union shop the union, without invitation, with no endorsement as to its qualifications, for no ostensible reason except to exercise accidental power, attempts to limit the owner or employer in the exercise of his rights and judgment as to the proper use of that which is his and to put the workingman under the dictation of a walking delegate or shop committee. The open shop, on the contrary, is free to all, to the union man as well as to the non-union man, and places no restrictions on the employee which he is bound to accept.

In no case with which I am familiar has the demand for a union shop been accompanied by a proposition for benefit to the employer, except perhaps that he may, by conceding to the demand, hope to avoid the persecution of the local union to which his men belong. On the other hand the change from an open shop to a union shop gives the union entire control. And if the members in secret conclave decide, because of a hot-headed leader, to enforce a rule in the shop which is unwise, unfair and detrimental to the interests of the employer, the ultimatum is a strike, the closing of the shop, and loss in time, money, and often property. Is there any wonder that the employer elects to have the strike which preserves his liberty, rather than that which must be made to restore his liberty?

The demand for the union shop presents to the employer the following dangers which are incorporated in the written or unwritten laws of almost every labor union: (1) The surrender of the privilege of selecting his employees to a committee who recognize no standard of efficiency but membership in the union. "No card, no work" is the rule. (2) The necessity of discharging old and faithful employees who claim to be free men and who refuse to join the union. (3) The discharge of the foreman or the superintendent who, in the performance of his duties, may have offended the walking delegate or shop committee. (4) The limitation of apprentices to

a ratio established by the union in many cases fifty years or more ago and retained in force regardless of any change in conditions or requirements. (5) The opposition to the introduction of labor-saving machines, designed in most cases to relieve the skilled man from the strain of labor and to increase his efficiency with reduced energies, as well as to increase production in ratio to the wants of an increased population and to reduce the cost to the consumer. (6) The limitation of the earning capacity of the industrious and ambitious workingman to the standard of the lazy and incompetent. (7) The obstruction to every plan of premiums or promotion which may encourage a workingman to increase his skill and better his condition. (8) The limitation of output by every means in the power of the union, on the principle that if every man will do less there will be more for every other man to do.

I am sure that the leaders in labor movements will promptly deny that the union stands for anything that I have enumerated; and I am willing to admit that some of them with whom I have had negotiations are opposed to every unlawful or unwise action of the union over which they preside, and have denounced such acts as freely as I do; but they can not, or will not, exercise the power to prevent them, because under the unwritten laws they are considered fair and right. A noted economist has well said, "without impugning motives of leaders or factors who have brought them about, it is widely felt that the mere existence of vast consolidations, whether of men, money or power, has in it the possibility of mischievous, if not disastrous results, and the impulse to restrain them by law is undoubtedly growing and will ere long bear fruit."

One of the greatest mistakes of labor unions, as shown in the demand for a union shop, is the belief that the present rapid increase in numbers is an endorsement of the principles and acts of the union; but in this I am sure that the leaders are mistaken, because in times like the present the idea of consolidation or co-operation to secure any purpose is rampant, and men flock to any standard, whether right or wrong, if it suggests a change and promises future benefit in loud tones, just as millions of voters a few years ago followed the lead of a man who would have wrecked the entire financial condition of the country, followed him because he went thundering

through the land telling the workingmen that free silver was the change they needed to improve their condition. The real hard fact as seen daily by the employer is that the numerical strength of most unions is in ratio to the force employed in recruiting, rather than to free will on the part of those who join. Thousands of good honest workmen join the union to purchase at a small cost freedom from insults-to protect their families from ostracism and themselves from bodily injury. In addition to this, many more thousands are driven into the union by the unwise actions of employers who deny the right of labor to organize for its own benefit and who refuse to confer with employees or their representatives upon such questions as may be of benefit or mutual interest. The very best recruiting agent for labor unions to-day is the proud, defiant egotistic employer or accidental corporation manager who shouts continually. "I have nothing to arbitrate."

I make these statements from an employer's standpoint, based upon practical observation; and if I am wrong in any particular, it is because of the secrecy with which unions are conducted. Until that secrecy is removed they must be content to be measured by the things they do, and not by what they profess to do. I make these statements, not as the enemy of organized labor, but as its warmest supporter. I also advocate organization of employers, and gladly see such organizations springing into existence. The earliest associations of manufacturers were formed for "defense against the unjust demands of labor unions." To-day the object is to promote just and equitable dealings between employer and employees.

When these great organizations of employers on one side and employees on the other meet to contest their supposed rights or carefully formed demands, they will be compelled to recognize that greater organization, the American public, which is determined that contests of this nature shall be settled with deference to its rights, and that future attempts to stop the wheels of progress shall meet the fate they deserve.

I favor organization. Having been closely in touch with progress along these lines, I feel sure that the day is near at hand when labor leaders who stand for justice and equity between employer and employee will have the honest support of all employers. The result will be a union shop for which no demand need be made, a union shop which means union be-

#### SELECTED ARTICLES

tween capital and labor, which means harmony and profit for both; but more than that, a unity which by its combined cooperation will conquer for this country the markets of the world.

#### BRIEF EXCERPTS

A full year without a strike is a pretty good record for the open shop in Little Rock building trades. No community in the United States operating under the closed shop can show a better record, and few as good.—New Sky Line 1:2 Jan. 28, 1921.

Employment managers feel that the closed shop tends to negative scientific methods of employment management. The unions maintain preferential lists from which an employer virtually must make replacements when vacancies occur. Thus, the employer is without freedom of choice in selecting his employees.—Industrial Digest. 1:3. July 24, 1920.

The end of 1920 came without a reduction in the wage scale in the building trades in Little Rock, and yet under open shop conditions the number of hours of labor required to erect buildings of state specifications was materially reduced, to the end that building costs were lessened and money saved to the builders under the open shop plan.—New Sky Line 1:2 Jan. 28, 1921.

The closed shop is, so far as the employer is concerned, industrial slavery, and the managers of the union are slavedrivers. If a man is forcibly obliged to employ only those persons who are selected for him by an organization of which he is not a member and over which he has no control, he is to that extent the slave of that organization.—Everett P. Wheeler. Survey. 27:1650. January 27, 1912.

Reports made by the National Founders Association indicate a marked decrease in the number of strikes in the foundries of the United States, and a noteworthy increase in the plants operating on the open shop basis. A year ago, 46 foundries had to combat strikes, and during the past year the Association assisted

#### THE CLOSED SHOP

in contesting 28 strikes. Of the total of 74 shops involved, 54 now are working on an open shop basis, while in the other 20, strikes are gradually wearing out.—Industrial Digest. 1:1. December 4, 1920.

Has Henry Ford's open shop policy ground and crushed labor? Has the open shop automobile industry made slaves of its employes? Is Detroit the home of the helpless and the down-trodden? Is Indianapolis, the open shop city, the home of hungry, ragged and cowed workingmen? Are the employes of the Buffalo Commercial and the Los Angeles Times underpaid serfs? Are the members of the British open shop unions mere slaves of capitalists?—Daily Commercial News (San Francisco). December 21, 1920.

The recent exposé in New York City of an alliance for graft between certain union leaders and building contractors strongly emphasizes the undoubted menace of the closed shop to legitimate industrial development. The calling of strikes for the purpose of extortion, and the banding together of unscrupulous union leaders and employers in efforts to eliminate free and honest competition are evils impossible under the open shop plan of employment.—Industry 2:1. November 1, 1920.

Under the rules of the unions, the worker is given a day's stint. This is placed so low as to be reached by the worker of less than ordinary skill. But there also seems to be a limit upon the maximum amount of labor that the worker shall perform in a day. This is so low that the skilled worker would be able easily to excel it if he so desired. The claim that it exists is based upon comparison of output in recent years compared with that of prior years.

Any restriction of the individual output of the worker discourages attempts to acquire skill beyond the point at which the limit is placed. This degree of skill attained, degeneration sets in. The worker, sure of attaining the limit, becomes careless. His work grows faulty, and therefore more costly, as it is always more costly to remedy poor work than it would have been to do it right in the beginning.—*Editorial. Rochester, N.Y. Post-Express. November 20, 1920.* 

195

The closed union shop seems to us to be inconsistent with the principles of the American constitution, because it permits a condition where an employee who does not belong to a union has no hope of finding employment. In fact, if closed union shops become universal, it is conceivable that a skilled workman capable and willing to work might become a public charge because of the refusal to admit him to the union. Similar conditions would prevail in the closed non-union shop for the employee who belonged to a union. From the standpoint of the public interests, we believe that neither a closed union shop nor a closed non-union shop should be permitted even when the employees and the employer of the establishments agree to it.—Cleveland Chamber of Commerce. Industry 2:11. October 1, 1920.

The union must not undertake to assume, or to interfere with, the management of the business of the employer. It should strive to make membership in it so valuable as to attract all who are eligible, but in its efforts to build itself up, it must not lose sight of the fact that those who may think differently have certain rights guaranteed them by our free government. However irritating it may be to see a man enjoy benefits to the securing of which he refuses to contribute, either morally, or physically, or financially, the fact that he has a right to dispose of his personal services as he chooses, cannot be ignored. The non-union man assumes the whole responsibility which results from his being such, but his right and privilege of being a nonunion man are sanctioned in law and morals. The rights and privileges of non-union men are as sacred to them as the rights and privileges of unionists. The contention that a majority of the employees in an industry, by voluntarily associating themselves, in a union, acquire authority over those who do not so associate themselves is untenable.-Report of the Anthracite Coal Strike Commission, b. 64.

There can be no real collective bargaining in a closed shop, for the parties do not stand upon an equal footing. There is only a demand and a surrender, and the possession of the power of monopoly by the union tends to put the terms of the demand upon an abnormal and artificial basis. Much so-called collective bargaining is really a conspiracy between a closed-shop union

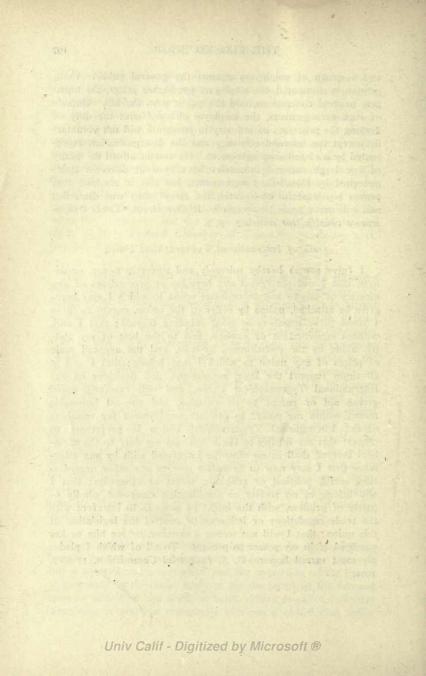
#### THE CLOSED SHOP

and a group of employers against the general public. Competition is eliminated, the employers get higher prices, the union gets unusual concessions, and the public pays the bill. Outside of such arrangements, the employer charged with the duty of keeping the processes of industry in operation will not voluntarily accept the lessened efficiency and the disorganization represented by a closed-shop agreement. He cannot afford it. Many of our large national industries have been at different times governed by closed-shop agreements, but like a machine that proves too wasteful and costly, the closed shop was discarded and will never again be accepted.—Walter Drew. Trade Unionism—a constructive criticism. p. 3.

#### Oath of International Typographical Union

I (give name) hereby solemnly and sincerely swear, or affirm, that I will not reveal any business or proceedings of any meeting of this or any subordinate union to which I may hereafter be attached, unless by order of the union, except to those I know to be members in good standing thereof; that I will, without equivocation or evasion, and to the best of my ability, abide by the constitution, by-laws, and the adopted scale of prices of any union to which I may belong; that I will at all times support the laws, regulations, and decisions of the International Typographical Union, and will carefully avoid giving aid or succor to its enemies, and use all honorable means within my power to procure employment for members of the International Typographical Union in preference to others: that my fidelity to the union and my duty to the members thereof shall in no sense be interfered with by any allegiance that I may now or hereafter owe to any other organization, social, political or religious, secret or otherwise; that I will belong to no society or combination composed wholly or partly of printers, with the intent or purpose to interfere with the trade regulations or influence or control the legislation of this union; that I will not wrong a member, or see him or her wronged, if in my power to prevent. To all of which I pledge my most sacred honor.-U. S. Industrial Commission. 17:86-7. 1001.

197



# SUPPLEMENTARY MATERIAL SECOND EDITION

Univ Calif - Digitized by Microsoft ®

1

In the such a set of the local set

Univ Calif - Digitized by Microsoft ®

SUPPLIEMENTARY MATERIAL

# GENERAL DISCUSSION

## CLOSED SHOP AND OPEN SHOP TERMINOLOGY <sup>1</sup>

The terms "closed shop" and "open shop," which are broadly used in the controversy which is now raging between a great number of employers' associations and unions, are so vague and misleading that those using them often mean different things thereunder. Furthermore, they appear on close examination to be entirely inadequate to express the various forms of policy as regards to employment of union men and non-union men which obtain today. It seems, therefore, timely to analyze the meaning of these terms and suggest a more practicable and appropriate terminology.

Several other terms broadly used in the present controversy are subject to various interpretations. Thus, for example, what is "collective bargaining"? The labor union means under this one thing, the manufacturers' association another, and citizens at large often still something else. Suffice it only to remember the discussion of "collective bargaining" before the President's first Industrial Conference to appreciate the confusion involved. Or what is "the public" that is so often brought into the discussion of industrial issues? Some say it is the element that is neither an employer nor an employee. Others reply, "If this is what you mean by the term, then there is no public, for everybody is either an employer or an employee," and add, "The workmen are the real public." Or what does the term "recognition of the union," around which the controversy largely rotates, mean? Some say it means the "closed shop," others that it means nothing, for "how can you refuse to recognize the existence of something which exists and stares you in the face"? And how about the term "union"? Judge Mayer not very long ago ruled the International Association of Street and Railway Employees out from the Interborough Company of New York City and recognized the benevolent association organized by that company

<sup>1</sup> Report of the Bureau of State Research to the Committee on Industrial Relations of the New Jersey State Chamber of Commerce by Paul Studensky, Supervisor of Staff. New Jersey. 8:21-4. November, 1920

#### SELECTED ARTICLES

as a "union." All these terms and a few others of great import in the discussion of the present issue require clarification, and as a contribution to such clarification and without pretense of having said the last word in the matter, this explanation is presented.

## "Closed Shops" and "Open Shops"

The common conception of the closed shop is that it is a shop in which non-union men cannot obtain or retain employment. It is generally thought that every union shop, i.e., a shop in which the union is recognized, is a "closed shop." Instances of union shop where no closed shop obtains are ignored and the term "recognition," "union shop" and "closed shop" are thought synonymous. . By way of contrast, all shops that are not "closed shops" in the above sense, and do not involve recognition, are thought to be "open shops," the presumption being that they are open to both union and non-union men without discrimination. The presumption is too sweeping, for it ignores the instances of shops where discrimination works the other wav-against union men. Investigation clearly shows that many so-called "open shops" are not "open" and many union shops are not "closed," and that this simple terminology of "closed" and "open" shop is confusing and inadequate.

A practicable terminology would begin with two large classes --the "union shop," in which the union is recognized and admitted to negotiations on behalf of the workmen, and the "non-union shop," in which the union is not recognized and is not admitted to such negotiations; and it would subdivide each class into subclasses according as they are closed, preferential or open toward the union men or non-union men respectively and according to other important factors. At least nine kinds of shop can thus be indicated.

I. The non-union shop.

1. Closed anti-union shop.

2. Preferential anti-union shop.

3. Open non-union shop without shop committee.

4. Open non-union shop with shop committee.

II. The union shop.

5. Open indirect union shop.

6. Open union shop.

7. Preferential union shop.

8. Closed union shop of an open union.

9. Closed union shop of a closed union.

#### Non-union Shops

In the "closed anti-union shop" union men are not admitted except as a temporary expedient. They must give up membership to be able to obtain or retain their employment. The most apparent type of closed anti-union shop is that enforced by means of individual contracts, which the employees must sign before receiving employment, or a permission to remain, and which contain a clause forbidding membership in the union. But many shops are closed to union men also without such contract.

The "preferential anti-union" type is distinguished by the preference given to non-union men, with the result that the union men are kept in a minority. The lines of demarcation between the preferential and closed type are very slight. The employer in the closed anti-union shop would at times, when the danger of unionization grows slighter, lower the bars and change to a preferential policy; and, vice versa, a preferential anti-union shop would, when the union is engaged in an organizing drive, change to a "closed door" policy.

The anti-union shop of closed or preferential kind obtains in industries which have been or are being organized and where the employer is engaged in keeping the union out by aggressive methods. It is the "open shop" which is not open. The employer may want to maintain a true "open shop" and not discriminate, but he cannot do it, for if he did, if he permitted a large number of union men, and especially the active union men, in the shop and allowed the union, through them, to conduct its organizing work, he would soon have the majority, if not all, of his men organized, a strike engineered and perhaps union recognition from him secured. Thus, so long as the union exists in the industry and the employer seeks to keep it out of his shop, he must, all declarations and intentions to the contrary, maintain a policy of anti-union discrimination.

The most conspicuous anti-union shop is the one enforced not merely by the individual employer, but by the association of employers for the benefit of all association members. The association employment bureau, through which all hiring is done and which investigates and keeps the records of all applicants and employees and which culls out from among them the active union men and other undesirables, becomes one of the most prominent instrumentalities of anti-union discrimination. The anti-union shop is the usual type of "open shop" enforced by "open shop campaigns." The reason for this lies in the fact that the latter manifest themselves through a lockout of the union and require in the long run anti-union discrimination to safeguard the lockout and the policy of "non-recognition."

The "open non-union shop" is one in which, alongside with non-recognition, no discrimination is practiced. It obtains very largely in industries which have been little, if at all, organized. It obtains also, but usually as an exception or as a temporary condition, in industries where the union had or has some standing. In the latter cases it is due either to the exceptional intelligence of the management, which is able to forestall "recognition" without using crude coercion, or to the protection afforded it by the government, as for example, during the war, when, under the supervision of the War Labor Board and other agencies, the principle of "no discrimination" was imposed on both employers and the unions: or to the fact that the union has not vet started its organizing drive. Of its two subclasses, that provided "with shop committee" presents a more evolved type, for the shop committee affords an opportunity of limited collective bargaining and even indirect negotiation between the unrecognized union and the management through the delegates on the shop committee. The open non-union shop is the true open shop, only of non-union character.

#### Union Shops

Before starting with the discussion of the five forms of union shop, it may be well to point out that the first two forms which are "open" are prevalent in industries which are competitive only to a slight degree, if at all, and are fairly stable, whereas the "preferential" and "closed" union shops obtain pre-eminently in highly competitive and fluctuating industries. There is a deep reason for this peculiar distribution which it is impossible here to discuss, but which gives a key to an understanding of the factors which stimulate one or the other form.

The "open indirect union shop" is one where the union is recognized only indirectly, as for example, through the instrumentality of a public agency which acts as the intermediary between the union and the employer, and where no discrimination is practiced. It is illustrated by the case of the packing industry in Chicago, where a three-cornered agreement obtains, the government making it with the packers on one hand and with the unions on the other. The two sides plead their case before the impartial tribunal, constituted by Judge Alshuler, who administers the agreement. They do not deal directly with each other.

In the "open union shop" the union is recognized and yet no discrimination either way is allowed. Prominent instances of the latter are the railways, where about two million union men work under the rule of "no discrimination," with their unions generally recognized; many yards in the shipbuilding industry, of which the Bethlehem Shipbuilding Company is a conspicuous example; the Schenectady plant of the General Electric Company, employing over twenty thousand workmen; the American Locomotive Company: some of the street railways and telephone companies; the anthracite mine fields; the Rochester clothing market; the United States arsenals and some other national, state and municipal works. In some of these instances the open union shop has been maintained for twenty, thirty years and even longer, without transforming into a closed union shop, and has proved so eminently satisfactory to the union that they emphatically declare that they do not want the "closed shop." The two types of union shop just described are true "open shops," only of union character.

The "preferential union shop" is distinguished by the fact that alongside with recognition a preference is tendered to union members. Non-union men can work in the shop, but they must be either better workmen than the union men or the union must be unable to furnish to the employer the needed quota of workmen. The arrangement is predicated on the consideration of the fact that the union men are parties to the agreement which stabilizes the industry, and ought, therefore, to receive preference. Conspicuous examples of this type are the Chicago Clothing Market, and especially the Hart, Schaffner & Marx establishment, where this arrangement has operated for the last ten years with eminent satisfaction to both sides and has not resulted in the "closed shop" condition. On the

other hand, a conspicuous example of its failure and transformation into a "closed union shop" is afforded by its operation in the ladies' garment industry of New York City.

The "closed union shop" is what is commonly referred to as the "closed shop." It does not necessarily require that a man be a union man before he is hired. Very often the arrangement permits the employer to hire any man he desires, but the man must become a member of the union within a certain time, usually a week or two weeks. Men found guilty of serious offense against the union are not admitted to the union, and, therefore, cannot remain in the shop.

The closed union shop must be divided into two classes according as it is enforced by an "open union," which keeps its membership doors wide open, or by a "closed union," which keeps its membership doors fairly closed. The "open union" type of the closed union shop tends to eliminate destructive competition among the workmen by including the competitors in the union. The "closed union" type, on the other hand, tends to do it by eliminating the competitors from the industry. The former tends to extend the benefits of union standards to all the workmen, the latter to impose a special privilege upon a certain group. The former affords to the employer a wide supply of labor, the latter a restricted one.

A typical example of the closed union shop of an open union is the shop arrangement of the miners in the bituminous coal industry, the ladies' garment workers and the men's clothing workers in New York City. A typical example of the closed union shop of the closed union is the shop arrangement of the United Hatters (a highly skilled trade) and of various crafts in the building industry and some branches of the printing industry. Even the most conspicuous types of open and closed union maintain a certain degree of elasticity in the margin of their open or closed door, according as the times are "busy" or "slack." And between them are many unions with intermediate forms of "open or "closed" door. Consequently, there are considerable variations in that respect as between various closed union shops. The closed union shop of the pure closed union represents the extreme point of union shop just as the pure closed anti-union shop represents the extreme of the nonunion shop.

206

MAIN CHARACTERISTICS OF NINE LYPES OF UNION SHOP AND NON-UNION SHOP	Character of industry in any, and "closed" or "open" henceolent, sometimes which the type of shop door policy, as regard to union any, by the employer or the union obtains or non-union men. ing, if any.	Nos. 1, 2         Nos. 1, 2         Nos. 1, 2, 3           In industries which have         Discrimination against union         Domination by the employer usually been or are extensively or men; the closed or semi-closed no collective bargaining for the em-	ployees, but collective bargaining for the employer	1. State 1.	bargatning for employer and lim- ited collective bargaining for em- ployees	Nos. 5, 6Nos. 5, 67, 8, 9Especially in those which are competive intro only to a sight degree.Nos. 5, 6, 7, 8, 9Sight degree, sight affirity stableNos. 7, 8, 9Nos. 7, 8, 9Sometimes domination by the union ployer, sometimes by the union ployer, sometimes by the union ployer, sometimes by the union ployer, sometimes by the union 				いたので、読
	Character of discrimination, if any, and "closed" or "open" door policy, as regard to union or non-union men.	Nos. 1, 2 Discrimination against union men; the closed or semi-closed	ganized by the unions or de- shop of the employer (the ployees, but c organized by anti-union em- "open shop" that is not open) the employer ployers' associations	which No discrimination against either Limited domination by all or- union men or non-union men; (limitation self-imposed);	in the former two types en bargaining for employer forced by the employer, in the ited collective bargaining latter two enforced joinity by ployces the employer and the union; a	true open shop (not the one usually referred to) of non- union character, in the former two cases, of union character in the latter two		, 9 Nos. 7, 8, 9 those Discrimination against non-union highly men; the closed or semi-closed and shop of the union eason-		
	Character of industry in which the type of shop obtains	Nos. 1, 2 In industries which have Discrimination against union been or are extensively or-men; the closed or semiclosed no collective bargaining for the em- ganized by the unions or de-shop of the employer (the ployees, but collective bargaining for organized by anti-union em- "open shop" that is not open) the employer		Nos. 3, 4 Mostly in industries which have been little if at all or- ganized		Nos. 5, 6, 7, 8, 9 In or- ized in-		trries Nos. 7, 8, 9 Especially in those which are highly competitive and unsteady (season- al)		
	Union status	Nos. 1, 2, 3, 4 Non- recogni- tion of the union				Nos. 5, 9 6, 7, 8, 9 Recog- nition of the union				
The second	Type of shop	Closed anti-union shop	z. Preferential anti- union shop	3. Open non-union union shop without shop committee	4. Open non-union shop with shop committee	5 Open Indirect Nos. 5, 9 6, 7, 8, 9 Recog-	6. Open union shop	7. Preferential union shop	8. Closed union shop of an open union	9. Closed union shop of a closed union

W CUARACTEDISTICS OF NINE TYPES OF UNION SHOP AND NON-UNION SHOP

THE CLOSED SHOP

207

#### SELECTED ARTICLES

#### The Concepts of the Main Participants in Industry and Their Relationships

Having analyzed the various shop arrangements, let us now turn to a discussion of the concepts of such participants in the industrial relations and shop arrangements as the union, the employers' association, the public and the shop committee, and of such relationships as recognition of the union and collective bargaining, and, finally, to the concept of the law on industrial relations.

The Union is an association of employees, ordinarily of more than one establishment, devoted to the advancement of the well being of all its members, through negotiation with employers or by other means, and provided with officers who devote, gratuitously or for a compensation, a large part or all of their time to union affairs. There may be different kinds of union. Some are local, others national in scope. Some, as for example, the carpenters or machinists, cover a certain craft which forms a part of one or more industries and are known as craft or trade unions proper. Others, as for example, the miners, embrace all the crafts of a certain industry, and are known as industrial unions. But the most important distinction from the employer's point of view is between a union which recognizes his rights and makes agreements with him, and one which enters into no agreements and assumes an attitude of sabotage and perpetual opposition. The former unions are those affiliated with the American Federation of Labor, and some, such as the Amalgamated Clothing Workers of America, not affiliated. The best example of the latter are the I. W. W.

*Employers' associations* are associations of employers devoted to the purpose of advancing the interests of their membership. Some are local, some national. Some, such as the National Metal Trades Association, embrace a certain trade; others, such as the National Association of Manufacturers, or state or local manufacturers' or employers' associations, cover all or a number of trades. But the most fundamental distinction is as regards to their labor policy. Some are antagonistic to the labor unions as at present constituted and work to check the advance of present day unionism; others cooperate with labor organizations and make agreements with them; still others have no labor policy whatsoever.

The Public.—The public is the conglomerate of all the people and all the interests of the community. It is the employer and

the employee, the farmer and the farm helper, the professional, such as the physician, lawyer, etc., the miscellaneous middle class, which is neither employer nor employee, and, finally, the housewife. Each employer and employee performs a double function and has a double nature. On one hand he is the employer or the employee in the particular establishment or industry. On the other hand, he is a member of the community at large and a consumer-he is a member of the public. The former function usually predominates in his immediate activities in his industry or establishment. His consciousness of being a member of the public is atrophied there to a large extent. The public becomes, then, the great outsider-the outsider who enscopes the other workmen, employers and all the rest of the people. The public is not an impartial body in industrial controversies. Now guided by one sentiment or interest. now by another, it sides now with the employer, now with the employees.

The Shop Committee is a system of employee representation and negotiation with the management limited in scope to a single company or establishment. In its least developed form it is a committee of the workers in which the management does not participate, but with whose delegates or officers it deals. In its more developed form it is a joint organization in which both the employing and employed elements are represented.

There are three types of shop committee as regards unionism: (1) the one operated as a substitute for unionism; (2) the one planned to be neutral on the union question, and (3) the one combined with the recognition of the union. As regards to collective bargaining, the shop committees must be divided into (1) those which involve collective bargaining, and (2) those which do not and are largely of a welfare type. Finally, in some shop committees the employer has the final veto, whereas in others arbitration is provided.<sup>1</sup>

Recognition of the Union.—This term, in its application to employers, means the recognition by the employer of the authority of the union to represent the workmen in negotiations with him over matters in which his workmen are concerned. These matters may be wages, working conditions, discharges, individual or collective grievances of the men, etc. The recognition may vary in extent, as to the constituency

<sup>1</sup> For fuller discussion of shop committees see report of the Bureau of State Research, consecutive no. 18, Shop Committee and Industrial Councils. 1919. 64p.

involved, as to matters subject to negotiation and as to the authority allowed in the control of such matters.

As regards to constituency, the union may be recognized as:

- I. Representing the minority, if it controls only a minority of the men in the shop.
- II. Representing the majority, but not the minority-if it represents the majority of the men in the shop.
- III. Representing all the men, though it controls only a majority, on the ground that "majority rules."
- IV. Representing all the men, if it controls all the men in the shop.

The recognition may go beyond the scope of a single shop and apply to the authority of the union to represent the minority, majority or all the men in the local or national industry. Thus several categories of recognition would appear to be existent in this regard alone.

As regards to subjects, the extent of recognition may vary from including merely such subjects as wages, hours, discharges and others mentioned above, to enscoping even matters of production and price fixing. And as regards to authority over the subjects, it may range from including merely a permission by the employer to the union to present to him the grievances of the men for his adjudication to involving a definite contract with the union, yielding to the latter a certain power of disciplining the men and agreeing in case of controversy to submit the matter for decision by a third impartial body.

The recognition may be direct or indirect, as shown in the discussion herewith of various forms of union shop. And it may be classified into five different types from the point of view of employment of union men and non-union men. These different distinctions here indicated do not exhaust the list, but are sufficient to suggest that there is no one certain form of recognition, but a great wealth of different forms and kinds.

Collective Bargaining.—This term is applied to the wage bargain and is usually used to denote that the employees bargain jointly (collectively) rather than individually (which is called "individual bargaining") with the employer or employers. The term is wrongly restricted to the employees. The employer bargains collectively, especially when he is a large corporation, which is in itself a combination of employers. He hires men in large numbers and fixes the rates of wages collectively for all his employees, conceiving them in groups, rather than for each

individual separately. Unquestionably the employer also bargains individually when he takes up individual cases. But this individual bargaining merely supplements the collective bargaining. Legally all the bargains of the employer are individual, but in economic reality they are pre-eminently collective. The employer is not merely an "individual." He is a collective entity, a collective, integrated, so to say, employer. Secondly, the employers of the same industry or trade often unite and fix jointly the wages, hours and other conditions which should obtain in their shops and hire their men through the association employment bureau which they jointly maintain. They bargain collectively, in the fullest sense of this term. In view of this fact, there has recently developed a tendency to denote as collective bargaining only such bargaining where on both sides a group is involved. This, however, is stretching the term to another extreme, as it would exclude such bargaining which is collective on one side. The bargaining of the workmen may be different in scope; it may be limited to an individual shop or embrace a number of establishments. If collective bargaining is thus broadly conceived, some element of it will be found in most any shop. It may be divided in the following main classes:

- I. Collective bargaining only by employer (employer's collective bargaining):
  - A. By associated employers with individual employees.
  - B. By individual employer, who is a combination, with individual employees.
- II. Collective bargaining by both (joint collective bargaining):
  - A. Between employer and the employees of the shop where:
    - 1. The latter have no right to employ outside counsel.
    - 2. The latter have such right.
  - B. Between the local or national trade association of employers and the local or national trade union.
- 111. Collective bargaining pre-eminently by the employees (employees' collective bargaining): Between the local or national union and the individual employer.

Another distinction may be helpful. This is between direct and indirect bargaining. The former obtains where both sides deal with each other. The second, where they deal through

an intermediary, who acts as the mediator or arbitrator, as one side or the other or both sides lack confidence in the other and do not want to deal directly.

Law on Industrial Relations.-It may seem at first that this term does not require definition. Yet there is such confusion of thought apparent in the matter that an explanation may be well in place. A distinction between common law and statutory law is of greater importance in this field than in any other. For it does not require much investigation to find that hardly any statutory law obtains here. In the absence of statutory law, the courts must decide the cases that come up before them on the basis of the common law, much of which dates a hundred or a few hundred years back when conditions were fundamentally different than they are today, and when the relationship of master and servant obtained, and which, consequently, is often very vague. This explains the wide differences in the decisions rendered by judges today, some of which declare as legal and others as illegal certain forms of individual antiunion contract, or certain forms of collective union contract, and such matters as picketing, the strike, the "closed shop," the "boycott," etc. The need of statutory law in the field of industrial relations is much more crying than in any other field, because constant changes occur in industry and in the concepts of each side as to its rights and duties, and the industrial relations are, therefore, more dynamic than any other human relations. The statutory law on industrial relations is yet to be made. And as law is usually based on relationships which obtain and which in the concepts of those concerned are good, and must be legalized or are bad, and must be outlawed or corrected. it is evident that the basis for the future statutory law is being prepared today in the workshop, i.e., in the relationships which the employers and employees rightly or wrongly are there shap-'ing.

## THE CHURCHES VS. THE OPEN SHOP<sup>1</sup>

The Catholic church, the united Protestant churches, and the largest Protestant denomination have united with labor in condemnation of the open shop movement, and a definite issue between thousands of manufacturers and employers on the one

<sup>1</sup> Literary Digest. 68:32. February 19, 1921.

hand and the official spokesmen of the Christian church on the other has apparently been raised. The tides of controversy run high. It is charged by the supporters of the so-called "American plan" of employment that the church, in thus taking up the program of labor, is interfering in matters entirely beyond its concern. But a Methodist minister testifying before the Senate Committee on Education and Labor insists that "anything that has a broad bearing upon humanity, like hours of labor, working conditions, and rates of pay, is the business of the church." With this view of their duty in mind, the Commission on the Church and Social Service of the Federal Council of Churches of Christ in America, the social department of the National Catholic Welfare Council, and the Social-Service Committee of the Methodist Church have issued statements upholding labor's contention that the open shop, or "American plan of employment," is in reality but a camouflaged campaign for a closed shop, "a shop closed against members of the union"-and warning us of dire perils should it be established. Any such step, we are told, must occasion alarm, and Christian leaders, "listening to the rumbles of distant thunder," point to conditions in Europe as a warning example of what may happen here should a crisis be evoked by the present agitation. While advocates of the "American plan" contend that the laborer will be free to work when and where and for whom he pleases, the church replies that the movement for the open shop will mean the return to wage slavery and the loss of all that has been, and may be, gained from collective bargaining. There is a widespread conviction that an attempt is being made to destroy organized labor, says the Federal-Council statement, and "any such attempt must be viewed with apprehension by fair-minded people." To pledge a man against affiliation with a union, we are told. "is as unfair and inimical to economic freedom and to the interest of society as is corresponding coercion exercised by labor bodies in behalf of the closed shop." Therefore,

It seems incumbent upon Christian employers to scrutinize carefully any movement, however plausible, which is likely to result in denying to the workers such affiliation as will in their judgment best safeguard their interests and promote their welfare and to precipitate disastrous industrial conflicts at a time when the country needs good-will and cooperation between employers and employees.

In the Catholic statement likewise is found the conviction that the present drive is not merely against the closed shop, "but against unionism itself, and particularly against collective

213

#### SELECTED ARTICLES

bargaining. . . Should it succeed in the measure that its proponents hope, it will thrust far into the ranks of the under-paid body of American working people." So:

To aim now at putting into greater subjection the workers in industry is blind and foolhardy. The radical movements and disturbances in Europe ought to hold a lesson for the employers of America. And the voice of the American people ought to be raised in the endeavor to drive this lesson home.

Warning is also uttered by the Federation for Social Service of the Methodist Church. In a statement prepared for that body by its secretary, Dr. Harry F. Ward, and its president, Bishop Francis J. McConnell, we are told that when we consider what has happened in the steel industry it seems "quite clear that the success of the present open shop campaign would mean the establishment of a closed shop—closed against union labor, and would return large numbers of wage earners to the living standards of sweated industries." Furthermore:

In the light of what is now happening in certain local mining districts in West Virginia, we regard it as certain that the consummation of this open shop campaign will perpetuate and increase chaos, anarchy, and warfare in our industrial life, will intolerably delay the development of constitutional democracy in industry, which the churches have declared to be the Christian method of industrial control.

The whole open shop campaign is simply an attempt to hoodoo us, thinks *The Herald of Gospel Liberty* (Christian), which says it is "simply audacious presumption upon the ignorance or the indifference of the masses of the American people to call their objective 'the American principle of employment.'" In the opinion of *The New World* (Catholic):

The fight is against organized labor, no more, no less. If an applicant for work must pledge himself against joining a union, or a union man is refused employment, or a man who, while employed, joins a union and is discharged, we may be pardoned from regarding this as the great boon of the open shop. This is about the type of freedom we might expect in Russia.

It is time that the church entered into this particular controversy, thinks the Sioux City *Daily Tribune*, which rejoices that no longer can it be called a "namby-pamby institution, timorously shunning all conflict." Opposition to the "American plan" is welcomed, for, in the opinion of this newspaper, "the closed shop has become firmly entrenched in the American industry, and its removal would be attended by all the pain, and danger of a major surgical operation."

But *The Manufacturers' Record* argues that the open shop movement is not against labor, as church statements would have us believe. Furthermore, the Federal Council, as an organized

attempt to represent the entire Protestant churches, is "without excuse for existence," we are told, and, therefore:

It has no right to speak for the religious life of this country, and its attempt to influence the nation against the open shop movement is an insult to the business people of this country who are in favor of the open shop and whose religious convictions, we venture to say, are founded on a deeper religious life than those who undertake to direct this organiza-tion in the hope of developing an ecclesiastical autocracy such as that on which men of the same spirit threw away \$0,000,000 of other people's money in their effort to build up the Interchurch World Movement. The open shop movement is a movement for the freedom of a man to work untrammeled by the dictates of radical labor leaders. It is the only basis on which there can be freedom and liberty and independence on the part of the individual employee or employer. The aggressive leader-ship of rank socialistic labor union men in trying to destroy the open shop right of every man to work when and where he pleases and for whom he pleases, and the right of an employer to employ whom he pleases unbossed by an unprincipled gang of radical walking delegates, must be the foundation on which to build the safety and the permanency of this government. of this government.

These church attacks on the open shop campaign are not relished in all church circles; we find The Presbyterian of the South (Richmond), for instance, declaring that "this is a matter of business, with which the church or a council representing it has nothing to do."

# BRIEF EXCERPTS

The so called open shop is often in reality a closed shop, inasmuch as only strictly non-union men will be employed. Is not this type of open shop just as un-American as the other?-American Machinist 53:645. September 30, 1920.

The union or closed shop is at once the most widely employed as well as the most effective device of American trade unions for the purpose of maintaining stability in membership. -William O. Weyforth. The organizability of labor. p. 116.

The open shop movement becomes something more than a dispute between corporations and unions. It is a matter of vast public concern, meriting the sober, analytical attention of every believer in fair play and the maintenance of American standards. -Weekly Bulletin (Cleveland Federation of Labor) 2:1. February 16, 1022.

The greatest enemies of the open shop are those who masquerade under that broad and tolerant slogan when, in fact, they actively pursue an anti-union policy by discriminating against

#### SELECTED ARTICLES

union men. Hundreds of employers are thus dragging the open shop through the mire and are holding it up to distrust and suspicion before the public.—Walter G. Merritt. The open shop and industrial liberty. p. 8. \*

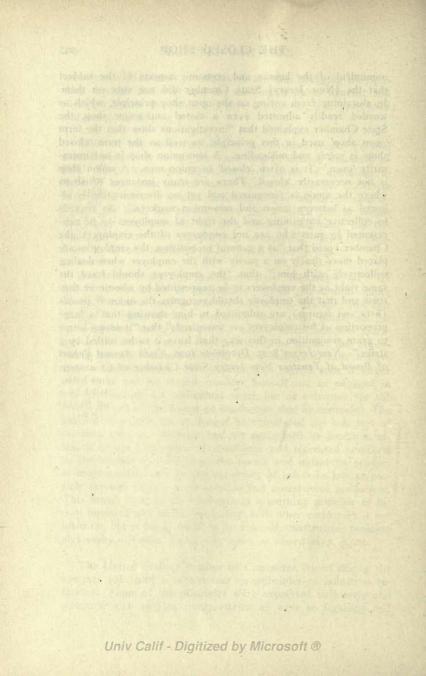
None of our industrial centers are without employers who combine expressly to use the open shop to destroy unionism itself. Their legal spokesmen are very astute in appealing to "liberty" and other sacred names dear to the public. Collective bargaining, when it was as legitimate as any employer's association in the land, has been crushed out so often and by means that many employers do not dare disclose, that labor has felt itself driven to this closed shop propaganda.—John Graham Brooks. Labor's challenge to the social order. p. 134.

And may I say one last word about the employer? He organizes the forces of production. He is the natural leader of his workmen, and is able by instruction, example and fair dealing to bring to bear constantly upon them influences for right-thinking and action and for loyalty to the common enterprise. He cannot escape responsibility if he neglect this opportunity and they become alienated and followers of false leaders and vicious doctrines. His position also carries with it larger obligations and he should consider himself not as engaged in business entirely for individual profit, but as a trustee for the beneficial use of the forces of production that he controls. The making of profits can no longer be considered the sole test of business success. Industry has not performed its function unless it brings betterment of conditions and increased comforts to the worker as well as to the owner and unless its product is made available to the general public at prices as low as possible through efficiency, cooperation and unrestricted production. This broad view by the employer as a working principle in his own business and in his association with other employers is not altruism, but is being found to be a sound, constructive business philosophy.-Walter Drew, The open or closed shop. p. 22.

The United States Chamber of Commerce issued during the summer [of 1920] a referendum on principles of industrial relations. Some of the principles were expressed so loosely and admitted such varying interpretation or were so legalistic and

unmindful of the human and economic aspects of the subject that the [New Jersev] State Chamber did not vote on them. In abstaining from voting on the open shop principle, which as worded readily admitted even a closed anti-union shop, the State Chamber explained that "investigations show that the term 'open shop' used in this principle, as well as the term 'closed shop' is vague and misleading. A non-union shop is not necessarily 'open.' It is often 'closed' to union men. A union shop is not necessarily 'closed.' There are many instances of shops where the union is recognized and yet no discrimination is allowed as between union and non-union workers." As regards to collective bargaining and the right of employees to be represented by men who are not employees of the employers, the Chamber voted that "as a general proposition, the employees are placed more nearly on a parity with the employer when dealing collectively with him;" that "the employees should have the same right as the employers to be represented by whomever they trust and that the employer should recognize the union if proofs (lists and figures) are submitted to him showing that a large proportion of his employees are unionized;" that "it seems better to grant recognition in this way than leave it to be settled by a strike."-New Jersey 8:25. December 1920. Ninth Annual Report of Board of Trustees New Jersev State Chamber of Commerce.

-



# AFFIRMATIVE DISCUSSION

# AN EXPOSITION OF THE UNION SHOP 1

The question of the union shop is not by any means a new system of collectivity among the producers, and its beginning can be traced to the early periods of civilization, but never before has the virtues of this right of the workers to combine taken on a phase of ultimate good to society as in our present day. The reason for this can be traced to the present need of a great nation, and the necessity in supplying this need by specialization in the act of productivity and the combining of workers in large industrial institutions.

In no country on the face of the globe are the conditions of society similar to those in our country, and when we say society we mean the people who make up our country, and it is not surprising that the problems confronting the workers differ here in a large extent when compared with those of other countries.

In speaking of the union shop, it is necessary to take into consideration the labor movement of our city and of our country, and it is not our purpose here to comment on the good that results to the workers affiliated with their various craft unions, for they are well acquainted with what it means to them as toilers. Neither do we intend to enlarge on the workings of the various unions and their methods of transacting their business, other than to remark that they are absolutely democratic and that every man and woman joining a craft union is a unit in the conduct of its business.

Our intention in this pamphlet is to take the position of an outsider and to point out logically and graphically what the union shop means to society for we feel sure that the results of organized labor, unlike any other guild of society, does not stop at merely assisting those who become affiliated therewith, and if such were the case and its benefits ceased where its membership ceased, we would have no case to take to the general public, but with the morals involved and the unlimited extension

<sup>1</sup> John G. Owens, Secretary, Cleveland Federation of Labor. 1921.

of its benefits, we feel that by a full support of the union shop in all lines of work, we can correct most of the evils now confronting society, and it is to demonstrate this that we bring this pamphlet to your consideration.

Few of those who have not studied the present labor movement, can really conceive what it is, and we cannot refrain from quoting the following as aptly expressing the sentiments animating the students of the movement:

After all, the labor movement is a wonderful thing. It is something to be proud of. It is something that lives all the time. It has a soul and spirit, and because of that it can never die. It is a movement that is fired with the grandest social ideals of the race, demanding for millions of men, women and children the right to economic and political independence, a lofty citizenship, and a higher civilization. It is a movement that is as broad as humanity itself, because it makes for a more virtuous and intelligent manhood and womanhood.

of men, women and children the right to economic and political independence, a lofty citizenship, and a higher civilization. It is a movement that is as broad as humanity itself, because it makes for a more virtuous and intelligent manhood and womanhood. It is impossible to kill the labor movement, because it is a religion that is deep-rooted in every life of man on this planet. Even were it rent into pieces, and scattered broadcast, it would still continue to gather force, and go on and on down the corridor of time, lighting the trail that the world's masses may follow in its wake.

The progress that has been made by the labor movement, not only in benefits to society, but in its expression of the principles are worthy of note. As an instance of what organized labor means to those connected with the movement, let us cite the following expression of the convention of the American Federation of Labor, held in 1888:

The benefit the American Federation of Labor has been in the period of its existence to the toiling masses of our country is more, probably, than will be told before generations to come. There is scarcely a division of thought upon the question that the workers, being the producers of all of the wealth of the world, should at least enjoy more of the results of their toil. On every hand we see fortunes amassing, elegant mansions, and immense business houses rearing, we see the intricate machinery in rotary motions, the genius of man, all applied to the production of the wealth of the world; and yet in the face of this, thousands of our poor, helpless brothers and sisters, strong, able-bodied, willing to work, unable to find it! Hungry, and emaciated, without sufficient to properly nourish the body or to maintain the mental balance. On the other hand, others bent by their long continued drudgery and unrequited toil. While these wrongs have been upon the body politic from ages gone by, we can yet trace the improvements in the condition of the people have manifested their desire for improvement by organization there as with a magic wand, improvement has taken place. Wherever the working people are the poorest, most degraded and miserable there we can find the greatest lack of organization; and in the same degree as the basis of organization is improved there can we see the greater improvement in the material, moral and social condition of the people.

This expression, made thirty-two years ago, gives an idea of the great necessity for the correction of evils then prevalent, and although the opponents of organized labor devote much time

#### THE CLOSED SHOP

in a statistical illustration of the many workers who are not at present members of the craft unions, the good that must have been accomplished in the years of organization from 1888 to 1910 is manifest when the following declaration was issued by the American Federation of Labor:

Organized labor contends for the improvement of the standard of life, to uproot ignorance and foster education, to instill character and manhood and an independent spirit among our people, to bring about a recognition of the interdependence of the modern life of man and his fellowman. It aims to establish a normal workday, take the children from the factory and the workshop and place them in the school, the home and the playground. In a word, the unions of labor, recognizing the duty of toil, strive to educate their members to make their homes more cheerful in every way, to contribute an earnest effort toward making life better worth living, to avail their members of their rights as citizens and to bear the duties and responsibilities and perform the obligations they owe to our country and our fellowmen. Labor contends that in every effort to achieve its praise-worthy ends all honorable and lawful means are not only commendable but should receive the sympathetic support of every right thinking progressive man.

The foregoing, we feel assured, will give the reader an idea of the aims of the organized labor movement, or rather the organization that believes that by collectivity, the workers can benefit themselves and those not connected with the movement, and also the employer, but as yet we have not touched on the most important factor of this movement and the union shop, for we desire to show that this right of the workers, now being denied them by many employers, would, if aided by these opponents, benefit society by correcting many of the evils that now exist, and the fact that already many evils have been cured by the partial organization of the toilers would warrant the belief that an extension of the system would tend to further relieve the evils complained of by society, if illiteracy, crime, poverty, and disease, yes, and premature death, can be called evils of our present civilization.

Any fair-minded person, reading the above expressions emanating from the forces of organized labor will admit that the aims are of a moral character, and we have no hesitancy in saying that even the worst opponents of organized labor will admit this, but they assert that it is merely an expression, and does not fulfill the results claimed by the leaders of the movement.

In the main, the leaders of the movement, who advocate the "union shop" have not as yet found it necessary to logically go into the cure of causes that make for evil, feeling that the results that at present obtain in our society through the efforts of the organized workers is of such a character as to attract to

it the good-will and the encouragement of all right-thinking people, and without a doubt there are many in our community not directly affiliated with the movement of organized labor who, by reason of the good resultant for the right of the workers to form into trade unions, and their desire to further advance this good, are ready and willing to offer their services in this humane cause, but the action of the manufacturers and the Chamber of Commerce, and the foolish move on the part of many of the employers in locking out their men, to go back to a system prior to the formation of trades unions, and their method of deduction, expecting to make the public believe that black is white and that nothing but good can come from their enslavement of the workers, compels us to more thoroughly and truthfully attack their principles, and to show beyond a reasonable doubt that evils pointed out in the "open shop" can be remedied by a "union shop" and that the employer who urges the "open shop" can as consistently advocate disloyalty to our government and the worst phase of autocracy and chaos to be imagined.

In endeavoring to illustrate what unionism and the union shop means to society, we shall take every phase of the work and its relation to society separately, but first it would be well to say that the workers as producers have long since recognized that labor performed is a community service and by this reasoning they have so enlarged their vision that they understand that any good to them as toilers, must reflect wholly, not partially, on society, whereas, the employer, as such, endeavors to place himself in a position outside society and would have us believe that while as a unit of society, and an individual, he will combine to help society, yet as an employer he is the arbiter of the destinies of those he employs, who, by their skill in production, not only assist society at large but him as an individual, and they believe that in the sale of a portion of their lives to an employer for him to profit thereby, they, as units of society, should have something to say as to how long each day they shall devote to another, and what their recompense should be for the number of hours and intelligent service given to the employer.

While this hypothesis is correct and the desire on the part of the worker to subserve individual selfishness for the selfishness of the whole should attract to his assistance the moral forces of our community, we do not feel that it is necessary to rest

our case here, reasonable as it might seem to attract the jury of the people to our cause, and to make our case even stronger, we will now take up some of the things that we believe every citizen desires in the interest of harmony and productivity, efficiency and loyalty, intelligence, morality, honesty and integrity, and actually and logically prove that these results can only be attained by the union shop, and that the "open shop" employers' desire to revert to the sweatshop and piece work, the individual contract and disharmony will augment all the evils we complain of, and that his only reason for desiring to retroact is to give their work to charitable organizations and welfare organizations, police forces and spies.

Labor unions believe in brotherhood and combination of men and women to advance their interests, and have at all times.opposed individualism. Every employer, large and small, has deplored the advent and the propagation of individualism, and has on many occasions deprecated the violence and the disloyalty attributable to individualism. They know that all the isms we have been suffering from can be traced to individualism, and harmony and trust in a community, in a nation, and in any movement can only be brought about by people getting together, discussing matters pertaining to the betterment of the whole, and doing away entirely with individualistic ideas and accepting principles and ethics based on the greatest good to the greatest number. Yet, in the face of their own reasoning, they insist upon individualistic employment and productivity. Labor stands for collectivity, and believes that if individualism is bad for a community and a nation, it is wrong in any institution or industry, and it would appear that this is a logical sequence, and that it has been demonstrated, can be proven by the difference in the methods of operation of a non-union establishment and a union establishment. This is a basic thought, and worthy the consideration of all who would eliminate many of the evils that we have suffered from in the past by individualism, and on this score we feel that the opponent of the union shop cannot justly claim the support of any right thinking employer to champion his system of dealing with those whom he employs.

In correcting evils through the union shop condition there is one thing, in our mind, that has accomplished more for the advancement of society at large than any one thing we can

think of, and this in the face of the many evils we are confronted with, and this is the giving to children their birthright, their right to grow as nature intended they should, and through the proper channels inculcate in their minds the ideals, through scholastic training, that make for a better manhood and womanhood. It is not so long ago that millions of the children of this country were driven, through necessity, into the mines, workshops and factories, and in many cases in the homes, their little fingers were drilled to do work that precluded the time for study and play. In those days it was only in rare instances that we could see a smile on a childish face, or to hear the spontaneous laugh of joy that can only be heard from the lips of children, and this has been changed, and changed not by the individualistic system of the open shop, but by the collective reasoning of the men in the trade unions. This bringing back to children their heritage, to we who belong to the trade union movement, is a religion and who can say we are not right in so holding to this belief, for did not He say, "Suffer little children to come unto me," and only in their innocence and their purity, untrammelled by the iron heel of labor and oppression, could they come to Him. On this subject we cannot forego the desire to quote the following which is known to every trade unionist, and recognized an an epic in our language, but we feel is never read or thought of by many employers of today:

Strike, with hands of fire, thy harp, strung with Apollo's golden hair; fill the vast cathedral aisles with symphonies sweet and dim, deft toucher of the organ's keys; blow, bugle, blow, until thy silvery notes do touch and kiss the moonlit waves, and charm the lovers wandering 'mid the vine-clad hills. But know, thy sweetest strains are discords all compared to childhood's happy laugh, the laugh that fills the eye with light, and every heart with joy. Oh, laughter, thou art indeed the blessed boundary line between the beast and man, and every wayward wave of thine, doth drown some frightful fiend of care. Laughter, rose lipped daughter of joy, there are dimples enough in thy cheek, to catch, and hold, and glorify all the tears of grief.

And this unionism has to a certain measure accomplished, for, even in our day, the laws enacted to make it possible to everywhere hear the music of childish laughter are being violated. This desire to make our girls women capable of being the mothers of coming generations of men and women, and of our boys men better able and more fully equipped to cope with problems of the future, is one that means much to society, and we believe that few parents would commit their children to toil and suffering, if economic conditions were such that the head of

the family, by his toil, could give them the opportunities to which they are entitled.

Everywhere, in industrial centers, where the "open shop" thrives, the law with reference to children is violated, and wherever the men are unionized, there no child is permitted to work unless it has been given the opportunities demanded by law. This is another reason for unionism and with it we might say that unionism, and unionism alone, is responsible for the compulsory school attendance laws. No "open shop" employer ever raised his voice to enact these laws, and many today would make conditions so that the children would again be driven into the workshop, but we hope the moral forces in our community will see that this is not done, and if it is their wish that every child shall be equal in its opportunity to play in God's sunlight and develop in a proper manner let them enlarge the scope of the "union shop" and by doing so enlarge the scope of law enforcement.

It is true that crime today is rampant, and society is endeavoring in every way to eliminate this condition. There are many reasons for crime of all kinds, but it would appear that the elimination of want would correct many of the evils we have, and this can only be done by equal opportunity for work. Here again the "union shop" carries a message to the people. Where an industry is unionized, the interests of all workers are conserved, and when work is slack, it is not the system to lay off a number of men and throw them out of employment, when, under the wage system they have little laid aside to carry on their obligations in idleness, but the group interest demands that the cut shall be taken by all, and the work equally divided among the workers. This can only be done where the workers are all organized, and if the question of organization were general the matter of actual dependence would entirely cease, and the unions go ever farther, for they have a community interest that insists upon those at work assisting those unable to work, and by this assistance many more are prevented from asking charity.

This question should meet with the approval of our people for it takes away in a great measure the incentive to crime by reason of poverty, and while there may be what are termed hereditary criminals, we believe they are not as widespread as the criminal through poverty and lack of opportunity, and the correction of the last named by giving him an equal opportunity

with his fellow workers, through unionism, would leave the class so small that it would require little law and little police surveillance to correct it.

Many crimes are committed in non-union shops that should not be attributed to the employer or the stockholders, but they exist, and have been responsible for a spread of crime that has been corrected in several instances by unionism, and this fact should warrant the extension of unionism. Foremen and subforemen and straw bosses, in their insatiate desire to get more wages than the employer pays, have made a condition of padronism in non-union establishments that has forced workers to be untruthful and to do things it would be improper to mention here, but that these evils can be corrected by trade unionism is best explained by the following instance, one of the many that has come to our attention:

In the shirtwaist industry in New York, in the days before these workers were organized, it was found that many of the city's immoral women came from these factories, and the reason for this was not explained until the girls organized, and after a study of their rights, corrected the evils by insisting that only women foremen could be employed over the girls in the various departments. The reason for this is obvious, for the men foremen not only exploited the physical work of the girls, but exploited their morals, and this is another instance why unionism, with its underlying moral principles, should have the support and encouragement of all moral forces in the community.

Unionism, or the union shop, is indeed an "open shop" for it is not hemmed in with spies, police and straw bosses. The men are interdependent, and the good of the whole makes for efficiency and a product in every way perfect. In this union shop, the men understand that the perpetuation of the institution and the perpetuation of a perfect product means the perpetuation of their work, and in a condition of this kind it is not necessary to employ spies and guards and armed police. The men are on their honor, and do not waste either the time or the material of the employer. If this were the case in all establishments, look at the saving it would mean by compelling every man to do his share of work, and discharging those who are now employed to watch men while at work, and even in their leisure hours. It would not be long until the gun-men and thugs would be devoting their time to useful work, instead of using their time to terrorize our people.

While the unions today are doing much to bring about better efficiency they are greatly handicapped by the action of the non-union employer, who places power over the employee above confidence in his intelligence, for when these men are laid off. they seem to be unable to secure work in other places, and in many cases they go to the union to assist them, and the doors of the union being open, are sent forth as union men, to the detriment of the real efficiency of the union men who have been long employed in union shops, but if all shops could be unionized not only would we bring about a greater efficiency and a guarantee of a man's worth, but through our collective efforts so advance the mentality of the workers that the need of employment agencies, headed by technical experts and a large corps of assistants, would be unnecessary and many persons employed by charities and other experts would enter the ranks of the workers and the circulation of the money now used in these efforts could be directed to better pay for all workers, at little or no cost to the employer.

The matters here brought out are logical and reasonable, and coupled with the good that has been accomplished in the elimination of the sweatshop and home work, the enactment of laws for the betterment of all our people, the desire for a higher intelligence and higher morality by granting to the worker more time for his self advancement and lengthening his span of life through shorter hours, hours that can even yet be shortened in many industries. when the needless workers put their shoulders to the wheel of productivity, completes a case that should gain the support of every moral force in our city, and make Cleveland the first city to say to the opponents of this great moral factor, which stands as the bulwark between annihilation of industrial progress by ultra radicals and a sane and safe evolution of our industrial ills, "Thou shalt not."

We have here attempted in a limited space to illustrate what the "union shop" means, and by using as a premise the good to society that has already accrued by reason of a limited union policy, permit the thinker to pyramid the results that will make for good by fully recognizing the "union shop" in every industry. Not that we expect to sway those who have only selfaggrandizment in view, for that could not be, but to set forth in no uncertain terms just what unionism will do, and then leave it to the jury made up of all the people as to the insincerity of those who are doing their utmost to retard this movement, going

even so far as to subscribe money to the I. W. W. and other movements aimed to destroy our government, in an effort to destroy trade unionism. This is true, as was evidenced by the testimony of Charles E. Cheney, secretary of the National Erectors' Association, before the legislative committee of the New York General Assembly, on December 17. When his minutes of the association were produced, it was found that at least two cash donations had been made to the I. W. W. and no doubt many other radical organizations, feeling that they could destroy the trade union movement, and then they in turn could be destroyed by government forces. That the employer, to destroy a movement whose principles stand for justice and equity will stoop to such despicable practice, may be a surprise to many of the fair employers, but the members of the trade union movement have long been aware of this fact, but hesitated to give publicity thereto, fearing that such a statement, unsubstantiated, would not be credited by the general public, but now it can be expressed when the officials of the worst enemies of organized labor themselves admit it under oath. In this same hearing the president of the George A. Fuller Company insists that he has found union men on an average of at least 25 per cent more efficient than non-union men.

It might be asked why we receive such an expression from a construction company. The answer is simple. The construction companies in the building line have been dealing with union labor, under the system of the "union shop," and we contend that if it is good in that industry it should be as good in any other industry and will be found so when the employers in other lines will clean out the barnacles that cling to them in the shape of Drews and Cheneys, et al., and deal with their employees as union men.

There is another matter that deserves brief mention in this pamphlet, one that is seldom broached in discussions of labor, and that is the system inaugurated by certain employers in bringing the managerial and productive ends of the concern together by boards and councils, which is merely done to further subserve the worker by making him believe that he has a voice in the establishment when his intelligence should tell him that this is just what the employer insists he shall not have, and strange to say, organized labor is of the same opinion, and has never desired this participation, although the unfair employer has tried to make the public believe that this is what labor was aiming for.

The truth of the matter can easily be set forth so that it can be readily understood. The union men, in a union shop, have no desire to participate in the management, but they do reserve to themselves the right of participation in the productivity of the plant, for they believe that if they, through their cooperation, harmony and efficiency, produce an article that meets with the approval of the employer, the sales force and the consumer, they are entitled to participation therein. In the old days a worker produced an article, and if he had no use for that article and required an article made by another worker, who desired his article, and had no need for the article he produced, they would meet and exchange, and by this means they had entire charge of the transaction. Necessity compelled a change in this method, and articles were placed on sale, and the sale price received by the producer could be used in purchasing things he required. Further changes were made, and work was specialized, to meet the growing demand for articles produced, but, until the final system was evolved, the one under which we work today, the toiler sold what he produced, and asked what he considered a fair price for the articles. The act of the producer has not changed, and while it is true that machinery has been invented to facilitate the work of production, an artisan is still required. and he is of the belief that even though employed in a factory, erected by the employer, he should have the right to participation in production that will enable him to produce in cooperation with his fellow workers, the article desired by the employ-In this he has no desire to interfere with the sales deer. partment or the managerial department, and the employer if he be fair in the matter, should be satisfied to get the article desired and through its sale get his profit. The building industry is operated in this way. The workers do their work in an efficient way, and when it is completed, it is turned into money and profit for the construction company. The men actually participate in the work on the job, and let the management take care of the counting room, and there is the best harmony among the two factions in interest, and no desire on the part of the one to dominate the other. We are of the opinion that the same results could be obtained in any industry in the union shop plan, and the proprietor would be in reality running his business more so than at present with the large force of nonproducers he must employ under the "open shop" plan and the

inefficiency due to the fact that he is not in direct touch with the individuals comprising the actual producing force.

We believe we have given a fair expression of what the "union shop" will do for society, and we feel that the results that have already accrued should attract all people to the assistance of this great cause. While we are not our brothers keepers, we feel that to permit the present evils to exist without raising our voice to correct them, or to pass over the good that could accrue by the institution of the "union shop," makes each and every one of us an accessory before and after the fact to these crimes, and it ill behooves us to prate of morals and not do our share in correcting these monstrous evils. To use the words of Shakespeare:

> There is a tide in the affairs of men, Which taken at the flood, leads on to fortune; Omitted, all the voyage of their life Is bound in shallows and in miseries. On such a full sea are we now afloat And we must take the current when it serves Or lose our ventures.

The "open shop" un-American advocates have thrown down the gauntlet, and not content with forcing the workers back to a condition that makes for an increase of all the ills we are now suffering with, their paid hirelings have been disseminating false statements as to the aim of the employer who opposes trade unionism, and misrepresenting the purposes of the trade unions. We are not, in this pamphlet criticizing the employer, for there are many employers who recognize the human equation in their employees, and who are ready to subscribe to the good resultant from trade unionism, but we are criticizing the system known as the "open or non-union shop" and bringing our case to the people in a clear and concise manner, feeling that in them and the moral forces that make up our city rests the future industrial supremacy of Cleveland, and we feel sure that they, like the members of the trade union movement, desire the further curtailing of crime, poverty and illiteracy, and after understanding the position of the exponents of the "open shop" and what it really means to our body politic, they will throw their influence with the right, and help to make Cleveland a better and a more moral city by serving notice on the employer that he must sever connections with the Drews and Garys and deal fairly with his employees, knowing that by so doing he will place himself in a position to outsell and profitably compete with non-union concerns in other cities.

#### THE CLOSED SHOP

We want Cleveland to stay in the lead in putting good things "over the top," and we feel sure that when the "union shop" has been put "over the top" in Cleveland, it will do more for the moral uplift and intellectual advancement of all our people, than any movement for justice ever entered into.

# THE OPEN SHOP CRUSADE 1

That there is a veritable "open shop" crusade on right now is very evident. In several instances of late we have seen the employers willing to concede everything asked by the employees excepting the closed shop.

The reason is plain. It would make little difference what other concessions the employer might make if the open shop can be established, for that will take from the unions their main leverage, in fact, will make them helpless, so that anything the employers may now concede to them in exchange for the open shop can be taken away from them later as easy as taking candy from a baby.

But there is this consoling thought, however, that no matter what may happen to organized labor right now as a result of the nation-wide unemployment, it will not last always. It may last long enough for capital to win its battle for the open shop and it may not. It may last long enough to permit the courts to tie the hands of labor, but there is a brighter day coming when labor, like a giant restored to full strength, will burst its puny bonds, reassert its rights and restore the wage earner to a plane commensurate with his importance as a factor in our national progress.

The closed shop in the industries bears the same relation to the shop craft unions as the senior rule does to the train service brotherhoods. They are the backbone of both and if either are broken down they are no longer effective for collective bargaining. In fact, it would be impossible to maintain an organization today without them. The employers know that these are the foundations upon which effective organization is built, and they will destroy both if possible. There has been no open attack yet made by the railroads against the senior rule. The motive would be too apparent for that.

<sup>1</sup> An editorial by T. P. Whelan, Assistant Editor. Brotherhood of Locomotive Engineers' Journal. 56:44. January, 1922.

They will form company unions and veterans' associations first and lure the employees into them by cheap insurance that they will later pay double for in reduced wages, and after getting more complete control will, through propaganda and spying and intimidation, break down the morale of the men as the United States Steel Corporation has done with its employees, and your brotherhoods, as well as good wages, and all that you have enjoyed in the past, will be but a sad memory.

So remember, brother, that the men who are fighting the "open shop" in the industries today are merely the first line of trenches in the defense of your senior rule and all else that labor has gained during the past generation.

# THE OPEN SHOP CAMPAIGN 1

#### "The American Plan of Employment"

*Extent*:—Associated Employers, Indianapolis, sent out questionnaire to discover all local "open shop" organizations; found five hundred and forty in two hundred and forty-seven cities in forty-four states; majority formed since armistice; consisted of specific "open shop" organizations, chambers of commerce, employers' associations; included twenty-five national organizations; aggressive leaders: National Erectors' Association, National Association of Manufacturers, National Founders' Association.

United States Chamber of Commerce conducted referendum on "the right of open shop operation," receiving sixteen hundred and seventy-six votes in favor and four opposed.

Employers' associations began more than a year ago running full page advertisements in daily papers. Newspaper advertising became general in sections of country where labor was not strongly organized, or where an aggressive fight was being made against it.

National Association of Manufacturers maintains an "open shop department" issuing bulletins on the campaign.

#### Elements in the Campaign

1. The small business man:-Supports campaign because he desires right to deal face to face with employees, a manifestation of lingering individualism fostered and fed by pioneer

<sup>1</sup> Social Service Bulletin (published by the Methodist Federation for Social Service, 150 Fifth Avenue, New York City). 2: 1-4. January, 1921.

conditions in United States, which resents any form of social control.

2. A general public:—Irritated over defects of organization and temper within organized labor movement. Supports campaign because it does not understand complexity of large-scale industry, and is in sympathy with idea of an "open shop" because of its apparent democracy.

3. An aggressive group of financial and manufacturing interests:—Desires an autocratically closed shop against union labor, because so long as unions exist, making for industrial democracy, these interests cannot retain control of the industrial process for the purpose of profit-making.

The first two elements in the campaign play into the hands of the big interests, who are the aggressive leaders.

A Misleading Issue:—The campaign claims to be seeking an "open shop" as against a "closed shop." The implication is that there is no choice between the two. In actual practice there are six kinds of shops in operation:

1. The old-fashioned open shop, with no discrimination against those who devote themselves to attempting to secure the membership of their shop-mates in the union.

2. The "open shop" of the employer, which is made a cloak for excluding union men, or all union men who attempt to make the union an effective force in influencing labor conditions.

3. The open shop run on the preferential basis, giving preference to union men but not excluding others.

4. The union shop, in which the employer deals with the union to which his employees belong, but which is open to non-union men.

5. The closed shop, to which only union members are admitted, but under guarantees which require the union to be kept open on fair and equal terms to all competent workers in the trade.

6. The closed shop, to which only union men are admitted.

A union shop is not therefore necessarily nor always a closed shop, and there are four different types of "open shop" from which to choose. Because the terms "open shop" and "closed shop" correspond to no reality in actual practice, the New Jersey Chamber of Commerce declined to vote on the principle of the "right of the open shop operation" on the ground that "the term 'open shop' is vague and misleading, as is also the term 'closed shop' as ordinarily used."

The Real Issue:—The real issue is the method of negotiating with employees. It is a question of collective bargaining as against individual bargaining. The "personal liberty" and "freedom of contract" for which the employing group stands, leaves entire control of hiring and firing, management, amount and quality of product, system of pay, in hands of employer. An individual, even though a "union man," is powerless to bargain over these matters. That this is the real issue of the campaign is evident in the repeated assurances of employing groups that they will not discriminate against union men as such, but that they will deal with them only as employees.

#### The Relation of the Churches

The churches have repeatedly expressed themselves upon the question of collective bargaining, and upon the present "open shop" campaign:

National Catholic Welfare Council:—The "open shop" drive masks under such names as "The American Plan" and hides behind pretense of American freedom. Yet its real purpose is to destroy all effective labor unions and thus subject working people to complete domination of employers. Should it succeed in measure that its proponents hope, it will thrust far into ranks of underpaid, the body of American working people. There is great danger that the whole nation will be harmed by this campaign of a few groups of strong employers. To aim now at putting into greater subjection the workers in industry is blind and foolhardy. Radical movements and disturbances in Europe ought to hold a lesson for employers of America. And voice of American people ought to be raised in endeavor to drive this lesson home.

Methodist Federation for Social Service:—In light of the standards of our church, it seems to us that the test of an "open shop policy" is its willingness to enter into agreements with organized labor which leave open to non-union men opportunity of employment; as for instance, agreement of railroads with Brotherhoods or preferential shop of garment trades. In the light of what is now happening in certain local mining districts in West Virginia, we regard it as certain that consummation of this "open shop" campaign will perpetuate and increase chaos, anarchy and warfare in our industrial life, and will intolerably delay development of constitutional democracy in industry, which churches have declared to be the Christian method of industrial control.

The interest of the churches is in the effect of this campaign upon collective bargaining. The churches are a part of a general public which has become irritated over defects of organization and temper within labor movement. Question they will raise is whether the attempt to correct these defects by an "open shop" drive is likely to involve destruction of collective bargaining and such a weakening of organized labor as will delay the development of democracy in industry.

#### Effect to Date Upon Collective Bargaining

In Seattle :--In the fall of 1919, Associated Industries, in its "open shop" campaign, began a policy of writing no more agreements with organized labor. Fund was raised to support one set of employers after another in strikes which must result when contracts expired and new agreements were to be made. In connection with resulting building trades strike, government mediator requested unions to call off strike, assuring them that as soon as men were back at work, employers would make agreements. Strike was called off, men went back to work, only to be locked out in large numbers, employers refusing to negotiate over terms of settlement. Employers were banded together in this Association by a bond which pledged them to forfeit one hundred dollars to every employer in their industry in case they signed an agreement with organized labor. (Anise, in New York Call.)

In the Steel Industry:--United States Steel Corporation and Bethlehem Steel Company, two largest manufacturers of structural steel in the country, refused to sell steel to New York and Philadelphia contractors unless they would agree to erect open shop. National Fabricators' Association, controlling 60 per cent of steel fabricated in the country, adopted resolution in November 1919, recommending that members of their Association adjust their business so that the steel fabricated by them is erected open shop; that their Executive Committee be instructed to use all influence within its power with mills, fabricators, manufacturers and business associations to bring about that policy.

Eugene G. Grace, President of Bethlehem Steel Company: Policy of selling only to open shop erectors was inaugurated about September 1919 when American Federation of Labor attempted to organize steel employees; if 95 per cent of men in their employ were union men, they would not deal with union; even if building operations stopped in New York as a result of this policy, the policy would not be changed.

Paul Starrett, of Fuller Construction Company, New York: Went to Mr. Schwab and Mr. Grace of Bethlehem Steel Company and pleaded with them to furnish him structural steel. "Mr. Grace told me when I spoke about the difficulty of getting steel that they had just had a big fight to retain control of their shops and keep union domination out and said: 'Don't you imagine for a minute that we are going to let you fellows build up an organization of union men who can refuse to erect our steel and force union conditions in our shop.'"

Minutes of a meeting of National Erectors' Association, held in August 1919 read: "Mr. Drew reported having seen Judge Gary, Mr. Grace and Mr. Farrell, who stated their positive intention to prevent the unionization of shops." Mr. Drew is counsel for National Erectors' Association; Mr. Grace is President of Bethlehem Steel Company; Mr. Farrell is President of United States Steel Corporation. (Testimony before Lockwood Committee, New York, giving evidence of a conspiracy between three large corporations to destroy unionism.)

In the Clothing Industry:—Early in 1919, after six years' steady organization Amalgamated Clothing Workers succeeded in having machinery set up in New York clothing market which subjected whole market to such control that individualism of both manufacturers and workers was curbed, and some semblance of industrial order achieved.

In September, 1920, New York clothing manufacturers issued ultimatum to Amalgamated demanding, among other things,

return to old piece-rate or speeding up system, and standards of production for each worker, based not on scientific analysis of capacity of worker, but by rates prevailing in competitive markets. Amalgamated replied: "We believe that this is no time to scrap all of the machinery of government for the industry which has worked so successfuly for ten years in other markets, and until now in Greater New York. . . To accede to your ultimatum means not only a return to the old status of helplessness of the worker but also a confession that government in industry is impossible. We do not believe that a resort to chaos is the only way out. We still stand on the impartial chairman's suggestion of a 'joint committee to be appointed and charged with the duty of ascertaining existing conditions, determining the extent to which production can be increased, and the means by which these ends can be secured."

In December, New York manufacturers refused to place their case before impartial chairman, dismissed their own labor staff, and locked out ten thousand employees. At same time, Boston clothing manufacturers broke off their relations with the Amalgamated.

It therefore appears that this campaign is in part a campaign not for an open shop, but for a closed shop against union men. Do the American people want that kind of a shop? To avoid the autocracy of labor, is it necessary to submit to the dictation of finance?

#### The Social Results

The social results that are likely to follow the establishment of the kind of open shop at which the aggressive leaders of this campaign are aiming, can be determined from recent industrial history:

Upon Welfare of Workers:—A description of conditions in clothing industry before organization of workers was attained. They would work seven days a week and far into night in small overcrowded rooms which they rarely had time to clean, often sleeping and preparing their meals in workroom. Much has been written of sweat-shops and insanitary tenements in slums. Few, however, have understood that these conditions were not only frightful in themselves, but that they hindered the growth of labor organizations which alone could effect lasting and fruitful improvements.

What the "open shop" policy means in actual practice is revealed in the Interchurch Report on the Steel Strike of 1919. The United States Steel Corporation has from the beginning maintained this policy. Twenty years of experience of such a policy in this industry indicates what happens in social results among the workers—long hours, low wages, and bad living and working conditions.

Upon the Public Interests:—President of Fuller Construction Company testifying before Lockwood Committee, New York, was asked the average difference in cost of construction as between union and non-union labor. Replied that best erectors were in union and with good gang you could save 25 to 35 per cent on cost of erection. Cited an instance: Hotel Pennsylvania was erected under non-union conditions, Hotel Commodore under union conditions. Commodore was erected for \$3 less a ton. (It could not be inferred from this that same thing necessarily prevails in other industries—but appears to be true here where labor is strongly organized and highly skilled.)

Witnesses from two construction companies testified that as a result of open shop policy forced upon them, equipment had to be scrapped, in one instance to amount of \$250,000; in another \$100,000.

Experience of Steel Corporation in maintaining "open shop" policy indicates that this policy is not enforced without an army of spies. Such spy systems established by this and other corporations breed distrust, suspicion and disruption in community life. United States Steel Corporation still defends this policy by implication by sending out an address of Reverend E. Victor Bigelow, in which he supports this system without qualification.

Upon Liberties of the People:—Maintenance of "open shop" policy in large industries involves loss of civil liberties not only for workers but for other citizens. This is evident in situation in steel towns revealed in Interchurch investigation of steel strike, where whole communities were found to have been deprived of their rights of free speech and free assemblage.

In West Virginia at present time, determination of coal operators to maintain "open shop" conditions is leading to a situation which threatens civil strife in that area.

In Alabama, military rule has supplanted civil administration because coal operators are determined to keep out the union.

Is the public ready to substitute for the collective agreement of labor the closed shop of industrial autocracy with its social consequences? Is it willing to have these social results extended?

#### The Greater Question

The most important question involved in this campaign is the question of whether the American people desire a steady, peaceful growth of constitutional government in industry. That development is inevitable. The only question to be decided is how it is to come.

The small business man who is determined to retain the right to hire and fire at will, to "run his ewn business in his own way," and the big corporation that is determined to crush organized labor are both hindering decent progress.

The policy of "dealing with union men as employees, but not as members of a union" contributes nothing to the finding of a way out of the present industrial chaos. It halts further development, and weakens the progress already made in such basic industries as clothing, mining and transportation.

Europe has been through this development ahead of this country. Its way out has not been by the path of the destruction of labor organization. On the contrary, every plan advanced by any European government for dealing with industrial questions recognizes as a first principle the necessity of using the labor organizations as a basis for industrial progress. These governments are dealing with organized labor and holding it responsible for certain results. The English government has just made a proposal to the building trades organization offering to pay a stated sum for every ex-service man they will take into the trade and train.

A Dutch employer at the First International Industrial Conference in Washington, D. C., commented: "What a surprising country! I am back in the Stone Age. Here in the United States I find you have not settled the question of collective bargaining. What a country! You have a steel strike because Mr. Gary will not talk to his workmen!" He went off laughing, because it seemed amusing to him to find himself in a country where such questions are unsettled. He went off laughing, and his laughter was the judgment of Europe.

#### SELECTED ARTICLES

# THE OPEN SHOP CONTROVERSY 1

Washington, D. C.—Practically every priest in the United States has received a copy of an article reprinted from *Industry*. [Reproduced in this volume]. The article is entitled "The Great Open Shop Conspiracy." It is a criticism of the statements on the "open shop" movement issued by the Social Action Department of the National Catholic Welfare Council and the Social Service Commission of the Federal Council of Churches (Protestant). It was written by Henry Harrison Lewis, the owner of the magazine, but the cost of sending copies of it to the clergy of the country, Catholic and Protestant, was, according to Mr. Lewis, defrayed by other persons and organizations. However, the important matter is not who paid for distributing the article, but what the article says.

On the first page of the reprint we find this sentence: "It has been said that the councils really represent the policy and beliefs of small groups instead of the great body of churchmen." No doubt, this "has been said," but until we know who said it, we shall not take the trouble to make a formal reply.

The principal criticisms made by Mr. Lewis in the reprint are three: First, an unwarranted charge of "widespread conspiracy is made against the employers of the country," second, both the catholic and protestant statements failed to support this charge by "specific facts"; third, this action is one of "the many instances of failure on the part of ecclesiastical and other bodies actually to investigate conditions before making their definite announcements."

The first criticism can be disposed of very briefly. The statement of the Social Action Department did not use the word "conspiracy." The only expression in that statement which could conceivably give rise to such an interpretation is the phrase "certain groups of American employers." Surely it is possible to point out that certain groups of American employers are promoting the "open shop" without representing their action as "conspiracy."

Mr. Lewis complains that in the statements made by the Catholic and Protestant bodies there was no effort "to give specific facts, or specific names, or specific localities. That was scarcely possible in a short statement. Neither is it necessary.

<sup>1</sup> Statement issued by the National Catholic Welfare Council. February, 1921.

The essence of the charge made by the Social Action Department against the "open shop" movement is that this movement is really directed "against unionism itself and particularly against collective bargaining." In the attempt to refute this charge, Mr. Lewis quotes the declaration of several chambers of commerce, employers' associations, and two or three other organizations. He points out that none of these contains any declaration against labor interests as such and he declares that many of these organizations represent other interests as well as employers. Therefore, he contends it is not fair to say that the "open shop" movement is either antagonistic to unionism or supported only by certain groups of American employers. The Social Action Department did not make the latter assertion. It merely declared that certain groups of American employers are using the "open shop" movement to cripple the unions. We are quite well aware that some organizations, both of employers and of other industrial groups, probably have no such purpose.

Nevertheless, we would point out that Mr. Lewis is utterly mistaken when he says that "a policy adopted by the United States Chamber of Commerce really represents the sense of a community." Notwithstanding its sprinkling of professional men, the average local chamber of commerce represents the viewpoint of the employing class exclusively, whenever it makes a pronouncement concerning the relations between capital and labor. The same is true of the American Bankers Association, and to a lesser degree of that small body of rural aristocrats known as the National Grange. Mr. Lewis will have to produce other organizations in support of the "open shop" before he can fairly claim to have shown that the movement represents the general public. Those that he cites reflect only the viewpoint of the employing class, and those small groups who have social and business affiliations with that class.

This brings us to the main issue, namely, whether the "open shop" movement as conducted by certain groups of strong employers, seeks to cripple the labor unions. The "specific facts" supporting an affirmative answer are abundant. They can be given here only in summary form. In general, few if any of the organizations that have declared in favor of the "open shop" avow their attitude toward collective bargaining. This is the vital issue. Unless the members of a union are permitted to deal with the employer as a body, their union membership is futile. An "open shop" which allows the employees to belong

to a union, but does not permit the union to deal with the employer as a union, is worthless. Not only has no "open shop" organization declared that the "open shop" employer would deal with the union, but every such organization that has confessed its attitude on this subject, has admitted that this practice would not be tolerated.

Now for a few "specific facts," Testifying before the Lockwood Housing Committee in New York, December 16th, 1920, Mr. Eugene R. Grace, President of the Bethlehem Steel Corporation, declared that he maintained an "open shop," but that he would not deal with the unions, even though they embraced 95 per cent of his employees. Not only did he maintain that kind of "open shop" in his own corporation, but in conjunction with other makers of steel, he refused to sell his product to builders who would not adopt the same policy. A few days later, before the same committee, Mr. Cheney, the Secretary of the Erectors' Association, admitted that this organization, together with the National Fabricators' Association, had formally adopted the "open shop" policy, and that with these organizations this policy meant not only no dealings with the union, but no employment of union members. He confessed that "an open shop is a shop in which the foremen are expected to see to it that there are no union men." These organizations include the majority of all the important steel producers and structural steel erectors of the country. In the meeting at which this policy was adopted, the United States Steel Corporation took a prominent part, but required the fact of its participation to be kept out of the minutes. At the National Conference of State Manufacturers Associations held in Chicago, January 12th, several manufacturers objected to a definition of the "open shop" which would permit the employment of union members. As a result, the conference "voted for an open shop, minus definition." Evidently this body did not believe in an "open shop" which would permit dealing with the unions. The Associated Employers of Indianapolis is one of the most active advocates of the "open shop." Its Secretary, Mr. Andrew J. Allen, describes an "open shop" as one in which the employer makes contracts with the employees only as individuals. Evidently this excludes any form of collective bargaining. The Manufacturers News informs us that Mr. Allen "has perhaps done more to promote the open shop cause than any other individual in the

country." Mr. William H. Barr, President of the National Founders Association, denies that the "open shop" movement is hostile to the unions, yet asserts that "labor unionism is synonymous with strikes." It is not difficult to determine his conception of an "open shop."

These declarations and attitudes represent several very powerful corporations and employers' organizations. Apparently they are typical of substantially all the larger industrial groups which are promoting the "open shop" movement. Several representatives of employer groups have protested to the Social Action Department against its declaration that the "open shop" is intended to destroy the unions. Upon examination, every one of them admitted that the "open shop" which they are advocating would not permit dealing with the unions. The spokesman for the National Association of Manufacturers was informed that if that body would make a public statement to the effect that the "open shop" is consistent with proportional representation by the union employees in a system of collective bargaining, even confined to the individual shop, the Social Action Department would withdraw its statement against the "open shop," This gentleman declared that the National Association of Manufacturers would make no such statement, and admitted that this organization really desired to cripple the unions. Up to the present, no authorized representative of an "open shop" organization has denied that collective bargaining with the union is inconsistent with the "open shop."

Mr. Lewis has been fair enough to refrain from asserting that the statement of the Social Action Department favors the closed shop. Other critics have been less honest. As a matter of fact, there are two passages in the statement which, by implication at least, favor a genuine "open shop," that is, one in which no discrimination is practiced against either union or nonunion employees, but in which the union members are permitted a share in collective bargaining with the employer.

It cannot be too often repeated that the issue is not that of mere employment or non-employment of union members, but of collective bargaining between the employer and the union employees. Pope Leo XIII declared that workingmen's associations ought to be such as "to furnish the best and most suitable means for helping each individual member to better his condition to the utmost in body, mind, and property." Who will

dare assert that this requirement is realized in a labor union which is not permitted to deal with the employer? To quote the most important single sentence in the statement made by the Social Action Department: "Of what avail is it for workers to be permitted by their employers to become members of the unions if the employers will not deal with the unions?" Whether by accident or by design, Mr. Lewis did not attempt to answer this question. Did he ignore it deliberately?

The third criticism which he made was to the effect that ecclesiastical organizations frequently discuss industrial subjects without sufficient knowledge of the facts. This is the superior and patronizing attitude often taken by socalled "practical men." The truth is that, as a rule, clergymen who make pronouncements in this field know the facts only too well. And their knowledge is more adequate than that of the "practical man" because they have endeavored impartially to see both sides of the question, to know *all* the facts.

### STATEMENT BY THE METHODIST FEDERATION FOR SOCIAL SERVICE<sup>1</sup>

An extensive campaign is being carried on throughout the country for the "open shop"—the "American plan of employment." It appears in various localities under the direction of local organizations of manufacturers, or manufacturers and merchants, and chambers of commerce. It is being promoted by national organizations and publications. This movement is the embodiment of a determination repeatedly expressed in war time by certain leaders of finance and industry to "put labor in its place after the war." It is in effect a declaration of war against trade unions. It proposes to destroy the gains that were made in stabilizing industry and establishing social security by the War Labor Board.

This "open shop" campaign appeals for the support of the public on the ground that it is not opposed to trade unions, but is merely resisting the evils involved in the "closed shop" and it has gained the support of many who sincerely have this

<sup>&</sup>lt;sup>1</sup> The statement was prepared by Secretary Harry F. Ward and President Francis J. McConnell, of the Methodist Federation for Social Service, 150 Fifth Avenue, New York City, under the authorization of the Executive Committee and Council at a meeting held on November 22, 1920.

purpose in mind. Yet in the ranks of its leaders are to be seen those who have long been aggressively fighting labor organizations as such, and among its active supporters are those whose "open shop" policy is to refuse union men employment, to discharge men because of union membership, or to require an applicant to sign a contract pledging himself against affiliation with a union.

This "open shop" campaign claims to stand on a moral principle, "the American principle of employment." This is declared to be the right to hire individuals without regard to their membership in labor organizations. The leaders of this campaign announce themselves as champions of the rights and freedom of the unorganized man; but the kind of freedom and protection that the so-called "individual rights" policy actually gives to the unorganized man can be ascertained by reading the report of the Interchurch Movement on the Steel Strike. In the steel industry this labor policy, conceived in the same spirit as the present "open shop" campaign and defended on the same ground of right and principle, has meant the destruction of all labor organization, long hours, low standards of living, and the denial of civil liberties to entire communities. The practical results of this "right" of a powerful corporation to deal with wage workers as individuals do not justify it as either a right or a principle.

Concerning the necessity in these days of corporate industry both for the protection of the worker and the security of society of something more than the old-fashioned policy of "hiring and firing" the churches have repeatedly expressed themselves.

The Federal Council of 1916 declared:

The first method of realizing democracy in industry is through collective bargaining. This gives wage earners as a group the right to determine in conference with their employers the terms and conditions or employment.

The General Conference of 1912 stated:

The autocratic control of industry by any group of men without regard to the rights, either of other groups who contribute to the industrial process or of the public is contrary to Christian standards.

The Board of Bishops declared in 1919:

We favor collective bargaining as an instrument for the attainment of industrial justice and for training in democratic procedure.

In the light of these standards of our church it seems to us that the test of an "open shop policy" is its willingness to enter

245

into agreements with organized labor which leave open to the non-union man the opportunity of employment; as for instance. the agreement of the railroads with the brotherhoods or the preferential shop of the garment trades. In the light of what has happened in the steel industry, where the so-called American principle of employment has been fully demonstrated over a period of years, it also seems quite clear to us that the success of the present "open shop" campaign would mean the establishment of a closed shop-closed against union labor, and would return large numbers of wage earners to the living standards of sweated industries. In the light of what is now happening in certain local mining districts in West Virginia, we regard it as certain that the consummation of this "open shop" campaign will perpetuate and increase chaos, anarchy and warfare in our industrial life, will intolerably delay the development of constitutional democracy in industry, which the churches have declared to be the Christian method of industrial control.

# THE LABOR UNION UNDER THE SOCALLED OPEN SHOP <sup>1</sup>

I call your attention to the following article which appeared on the Correspondence Page of the Nation on August 16, 1922, (115:168) the italics being mine:

#### The Colorado Fuel and Iron Company

TO THE EDITOR OF THE NATION:

SIR: In reference to your article of December 28 entitled Damaged Panaceas it may interest you to know that the following information regarding the plan of *employees' representation* instituted in the coal mines of the Colorado Fuel and Iron Company has been issued in Denver by the management of the company:

Our plan of joint representation of employees and management provides that "There shall be no discrimination by the management or by any of the employees on account of membership or non-membership in any society, fraternity, or union."

As a matter of fact, a considerable portion of our miners are,

<sup>1</sup> Statement submitted by Honorable Lawrence Beecher, August 17, 1922,

#### THE CLOSED SHOP

at least intermittently, members of the United Mine Workers of America. In the past, except in 1919, coal miners in Colorado, both union and non-union, have quite generally responded to strike calls issued by the international organization.

During the present strike all of our properties have operated continuously with the exception of two mines in one district where, for more than thirty years, the men have generally been active members of the union. At these two mines secret votes taken before April I showed a majority in favor of remaining at work, and since then there have been some indications of a desire on the part of the miners to resume operations.

In our two larger fields, the Trinidad and Walsenburg districts, our coal output since April 1 has been normal. In fact, it has exceeded the demands of our markets. The few men who refrained from work the first day or two of April have practically all returned and some of the mines are operating with larger average forces than before the strike.

New York, July 15, 1922 JOHN D. ROCKEFELLER, JR.

From this statement it is clear that the so-called open shop has succeeded in completely breaking the power of the union in the case of the Colorado Fuel and Iron Co., so completely that it is a matter of pride and satisfaction to the employer of which he must make public boast because he has accomplished the job so completely and so easily in an industry where for so many years organized labor was able to fight for its just rights bravely and stubbornly even against private armies, hired sluggers, and corrupted local officials. It does not seem to matter much whether the so-called open shop is in reality a preferential non-union shop, or an anti-union shop, as in the case of the Steel Trust, or whether it is served up as Employee Representation, a la McKenzie King. The results of the so-called ' open shop are, in the long run, practically the same, namely, that the power of the union is broken, even though a considerable portion of the employees may be, at least intermittently, members of the union. While the United Mine Workers of America are on a five month's strike, fighting for a living wage and an American standard of living, the mines of the Colorado Fuel and Iron Co. have been operated continuously, thanks to the open shop.

#### SELECTED ARTICLES

#### BRIEF EXCERPTS

Widespread systems of espionage are an integral part of the anti-union policy of great industrial corporations.—Public opinion and the steel strike. p. 1.

In so far as that plan, called "American," involves the extinction of unionism it does not command the approval of liberal minded employers. The union has been a powerful agency in safeguarding the rights of the worker.—Editorial. New York Times. April 4, 1922.

The principle of the open shop provides for absolute autocracy of the employer. He fixes the wage rates, regulates the hours of service and working conditions to suit himself, recognizes no claims based upon senior rights, and if he chooses to discharge an employee for cause or without, there is no redress for the victim.—T. P. Whelan. Locomotive Engineers' Journal 54:877. October, 1920.

Trade Unionism is effective solely by virtue of the principle of collective bargaining and collective action. As far as the open shop campaign aims to nullify or destroy that principle, it aims at the nullification or destruction of trade unionism itself. Carefully concealed as this fact is in most public discussions of the subject, it is nevertheless the heart and substance of the whole matter.—Waldo R. Browne. What's what in the labor movement. p. 359.

The Central Conference of American Rabbis at their recent convention resolved that without the union all labor would still be the victim of the long day, the insufficient wage and kindred injustices, that under the present organization of society labor's only safeguard against a retrogression to former inhuman standards is the union.—*Report of the Proceedings of the Forty-first Annual Convention of the American Federation of Labor.* 1921. *p.* 385.

The open shop movement is fundamentally a lie, and opposed to the best interests of the organized worker. The open shop idea surrounds itself with a lure of promises, but it does not come out directly and tell to what degree it will recognize

the collective bargaining rights of the trade union man. It is aimed intentionally to undermine organized labor.—Rev. John A. Ryan, Professor of Industrial Ethics and Moral Philosophy, Catholic University, Washington, D. C. Cleveland Press. September 23, 1921.

Speaking of the open and the closed shop, Archbishop Curley, the second ranking prelate of the Catholic Church in America, said in his address before the annual convention of the Maryland State and District of Columbia Federation of Labor in Baltimore on March 8th, 1922: "To my mind, the purpose of the whole open shop movement, which has been gaining impetus during the last few years and must be backed by great wealth, is not to bring freedom to the workingmen of America, as the advocates of the movement would have you all believe, but its purpose is to kill unionism."—Locomotive Engineers' Journal 56:238. April, 1922.

A worker who insists on his personal rights, irrespective of the rights of others, to work for whom he pleases and on terms which please him, is the anarchist of industry, as are also those who praise and protect him in his assumed right. On grounds, then, of ethical implication, and in the interest of justice and industrial peace, the "free American workingman" and the non-union employer become fit subjects for coercion. . The non-unionist, or scab, is a grafter to all union men. He enjoys the rewards of improved conditions which have resulted from sacrifice of labor unionists without himself having shared or suffered in their sacrifices.—Helen Marot. American labor unions. p. 121.

A movement is now on foot which, misusing the name of "open shop" and "American plan," is smashing labor organizations throughout the country by locking the unions out and forcibly deunionizing the workmen. Together with the abuses of unionism this movement is destroying the constructive substance of unionism and stifling the just democratic aspirations of the workmen. It is undermining the confidence of labor in employers and ruining the foundation for cooperation between them. Similar campaigns in former periods of depression have only resulted in redoubled growth of unionism and

the adoption by it of more extreme measures in the periods of prosperity which followed and there is no reason to believe that the results of this campaign will be different. Campaigns of this nature are leading to oppression by employers and are playing into the hands of revolutionary elements. Thus the cycle continues with the participants in continuous and senseless warfare.—Report of the Committee on Industrial Relations of the New Jersey State Chamber of Commerce. New Jersey 8:79. July, 1921.

The movement to force establishment of the open shop in Cleveland has fallen flat. More than a year ago the American Plan Association came to town headed by a "brass band" of publicity and the announcement that it was "going to make Cleveland an open shop town." It started calling in employers and trying to organize them back of a big movement to wreck organized labor and put in the so-called "American Plan" that found an ardent supporter in the Chamber of Commerce. But it didn't work. The American Plan Association tried to solicit funds from employers to finance the movement. That failed. They tried to organize big Citizens' Committees to make survevs that would declare that the open shop was best. That fell through. They brought an open shop expert here-a man by the name of William Frew Long. He worked hard and diligently. He tried to persuade big employers here. But all to no avail. And so a year and a half of continuous effort on the part of the American Plan Association finds itself where it started-not even begun.-Charles Smith. Weekly Bulletin 2:1. Abril 20. 1022.

The views of President Gompers, of the American Federation of Labor, regarding the open shop, are summed up in an article he wrote in the June *Federationist* on "Industrial Management," as follows:

"The so-called open shop movement is solely an attack upon organized labor. The organized employers who are giving their energy and money to 'open shop' campaigns have no more thought of actually establishing a condition where union men will be permitted to work freely than they have of divorcing themselves from the idea of making profit. The campaign in itself is a falsehood. The idea is to establish a shop in which

a union man may not work. These organized employers talk about freedom of work, but they mean freedom of employers to deny work, to withhold the right to work from workers. Union workers would be penalized."

John L. Lewis, defeated candidate for presidency of the American Federation of Labor and president of the United Mine Workers of America, recently said "the open shop, of course, means the non-union shop."—*Philadelphia Public* Ledger. July 3, 1921.

The open shop furnishes, and always has furnished, the best possible means of destroying the organization of the men. The closed shops are the only sure protection for the trade agreements and for the defense of the individual. When the master is left to hire or discharge either union or non-union men as he sees fit, he naturally discharges the man that he thinks most hostile to his business and employs the one that will be subservient to his will. This does not come from the inherent or natural hardness of the master, but from the hard facts of life. In the management of complex affairs accidents and mistakes occur. Under the open shop it is easy to find reasons for discharging the union man, to fix the blame for mistakes upon him, and it is likewise easy to find reasons for replacing him with a non-union man. In reality the open shop means only the open door through which the union man goes out, and the non-union man comes in to take his place. This is not theory alone. The open shop means uncertainties, anxiety, a shifting basis for the principles of trade unionism. The history of trade unionism has proven this fact from the beginning, and it is recognized by every union man. The open shop is a constant menace to his interests.-Clarence Darrow. American Magazine 72:550. September. 1011.

A crusade is on foot to universalize the open shop. Manufacturers have organized locally and nationally and propagandists have been employed to establish the open shop. The sad condition of unemployment and dire necessity of millions of men are being exploited by enemies of union labor. In this attempt to destroy organized labor and to give organized capital complete control, the public is vitally concerned, for in the long

run it is the public which pays the bill for every industrial dispute. The protagonists of the open shop have appropriated the name American. Theirs is called the American plan, implying that any other is un-American. All the talk about the open shop being American and patriotic is unmitigated balderdash and particularly pernicious at this time.

I believe the issue of open shop versus closed is not the real issue. It is only the projected issue. The real issue is collective bargaining and the right of the representation of labor in the management of industry. In practise the open shop destroys the value and the effectiveness of all labor organizations. The open shop would destroy trade unionism in the United States.

Until some other agency is devised for adequate protection of the workingman, the trade union is a national necessity. It is the laborer's sole safeguard against exploitation. The workingman knows that all gains touching higher standards of living, better wages, better hours and better working conditions have been won solely thru efforts and struggles of organized labor, and he will fight in defense of his organization. The right of labor to organize is, of course, beyond question. At a time when business men are organizing, when farmers have their unions, it would be folly to expect the workingman to entrust his destiny to the mercy of altruistic employers.

From the point of view of public welfare, I believe the crushing of trade unionism would be a calamity of the first magnitude.—Rabbi A. H. Silver, Locomotive Engineers' Journal 55:62. January, 1922.

Univ Calif - Digitized by Microsoft ®

•

# NEGATIVE DISCUSSION

# THE ECONOMICS OF THE OPEN SHOP QUESTION<sup>1</sup>

(An analysis of the methods by which closed shop industrial policies increase costs to the consumers. The building industry is the best single barometer of the industrial situation. Comparisons between cities where building is on a open shop basis and on a closed shop basis reveal 56 per cent more building, 34 per cent higher money wages and 18 per cent greater average savings deposits in the open shop towns as compared with 126 per cent more unemployment and rent increases thirty times as great in the closed shop cities.)

#### Basis of Discussion

Arguments both for and against the open shop and the closed shop may be made from many different angles. We may, for example, discuss the religious, ethical, legal, or social aspects of the problem. Is the closed shop contrary to the principles of the Declaration of Independence and the Constitution? Does the open shop restrict the right of association? These suggest a few of the bases of argument; the present discussion will be confined to a single phase—the economic.

To avoid confusion it is, of course, necessary to present definitions.

The Open Shop exists wherever and whenever the following labor principles enunciated by the Anthracite Coal Strike Commission, appointed by President Roosevelt, in 1902, are practiced:

No person shall be refused employment, or in any way discriminated against on account of membership or non-membership in any labor organization, and there shall be no discrimination against, or interference with, any employee who is not a member of any labor organization by members of such organization.

<sup>1</sup> Noel Sargent, Manager Open Shop Department, National Association of Manufacturers. April 18, 1922.

The Bridgemen's Magazine, official organ of the Iron Workers' Union, defines the open shop as follows (issue of December, 1905):

If the employer will not yield without coercion, and the union is unable to coerce him, then non-unionists as well as unionists may obtain employment and the establishment is consequently known as an open shop.

#### The Bridgemen's Magazine defines the closed shop:

Closed shop, then, is the term for a shop, factory, store or other industrial place where workmen cannot obtain employment without being members in good standing of the labor union of their trade. This is demanded by the unions. . They insist that the shop shall be closed against all employees who, not already belonging to the union of their trade, refuse to join it.

The Printing Pressmen, Constitution and By-Laws, 1909, declare:

The words "union pressroom" as herein employed shall be construed to refer only to such pressrooms as are operated wholly by union employees, in which union rules prevail, and in which the union has been formally recognized by the employer.

The Open Shop Committee of the National Association of Manufacturers declared at the 1921 meeting of the organization that an open shop is one in which "workmen are employed without respect to their membership or non-membership in any lawful organization operating in a lawful manner."

#### Public Welfare Paramount

In applying the test of sound economics to the closed shop and the open shop we can argue from the basis of employer, employee, or public welfare. We shall here place our chief emphasis upon the public welfare, believing that no industrial system or policy can really benefit society if it harms the general public.

Our preliminary test is furnished by William Green, a vicepresident of the American Federation of Labor:

The labor costs of manufactured articles are passed on to the consumer. The public at large therefore pays the labor cost of everything manufactured.

The above is good economic doctrine and we can then ask ourselves this question: Does the closed shop increase manufacturing costs in ways which do not exist where open shop conditions prevail?

#### THE CLOSED SHOP

## The Sympathetic Strike.

The closed shop causes delays and interruptions, which, of course, increase manufacturing costs. The sympathetic strike is one of the methods of delay and interruption prevailing under the closed shop. No definition of the "sympathetic strike" is as lucid as an actual instance. A few years ago in Chicago the apartment house janitors went on strike in the winter to obtain certain demands. The milk and grocery wagon drivers, because of "sympathy," then refused, although they had no quarrel with their own employers to deliver any supplies to these apartment houses, endeavoring in this way to bring pressure upon the owners to agree to the janitors' demands.

By far the most important weapon employed by the building trades unions and the one upon which their power chiefly rests is the sympathetic strike. From the mere quitting of work by men in other trades because of the sympathy with some trade that may be at odds with the employer, the sympathetic strike has been developed to the point where at the word of a central authority all of the trades upon the work may be called on strike upon the complaint of a single business agent and without any vote of the rank and file of the unions, and often, it is alleged, without their knowledge of the issues involved. This action may be extended from the particular work to all of the work of the contractor in the locality, and through action of the international unions the strike may be further extended to include all of the contractor's work in every city in the countrv.

In the interests of fairness any categorial denials of such statements by the leading champions of the closed shop must be carefully considered.

## A Denial and Its Answer

Thus we find the President of the American Federation of Labor, representing, as the spokesman for that body, the largest combination of organizations supporting the closed shop, writing in System for April 1920:

A sympathetic strike is absolutely against the principles of the Ameri-can Federation of Labor.

Yet an examination of the only resolutions passed on the subject at the conventions of the American Federation of Labor reveal that its forty-year president seems to have misconstrued the attitude of the body. Univ Calif - Digitized by Microsoft ®

In 1890 it was declared that help should be given sister unions in case of sympathetic strikes.

In 1895 and 1902 it was declared that trade unions should not tie themselves up with contracts so that they cannot help each other when able.

In 1916 unions were advised to enter into no agreements calling for the surrender of any right to strike in support of other workers.

## Jurisdictional Disputes

Of similar nature is the "jurisdictional dispute." The mere signing of an agreement with the union by no means assures the employer of continuous operation until the expiration of the contract. Perhaps the plumbers' union says to the steamfitters' union that the latter cannot do a certain kind of work. Or the carpenters, lathers and plasterers may have a dispute as to which union, according to their own rules, is permitted to do a certain task. Building operations have been stopped for weeks or even months in New York, Chicago, and San Francisco because of such disputes. These disputes are not with the employer as to whether union men shall be employed; the unionists dispute among themselves, violence often occuring, as to what union men shall work. Many of the disputes are settled locally; others affect workers all over the country. The president of the Plumbers' Union stated in 1914 before the Industrial Relations Commission that the loss in dollars and cents. to both workers and builders, by jurisdictional disputes is "of such magnitude that nobody has yet undertaken the task of computation."

Sympathetic strikes and jurisdictional disputes increase costs of operation. They seldom occur where open shop conditions prevail.

# Increasing the Number of Unskilled

Forcing employers to depend more and more upon unskilled or semi-skilled labor also increases operating costs. Such is the result of the apprenticeship rules of the closed shop unions. About half of the unions affiliated with the American Federation of Labour have such rules. Nor is there uniformity in these rules even in a single union. The carpenters and cigar-

## THE CLOSED SHOP

makers, for example, permit the local unions to determine the ratio of apprentices to journeymen. The bricklayers do likewise, prescribing, however, a three year minimum. The results of such policies are pointed out by Professor J. M. Motley, in his work *Apprenticeship in American Trade Unions* published by Johns Hopkins University.

In the same trade, however, the term varies in different localities. Thus the term of apprenticeship in carpentry in Tacoma, Washington, is three years, while in many eastern cities four years are required. In the plumbing trade the term varies from two to six years.

A prominent economist, Professor Fetter of Princeton, has aptly described in one of his works the effect of the apprenticeship system as at present practiced:

Unions often limit the number of apprentices and determine who shall have the privilege of learning the trade.

It has at times been asserted that these rules exist only as "scraps of paper" and in actual practice have no damaging effects. This claim does not, however, seem well-founded. Thus a special committee of the Boston Chamber of Commerce in a report submitted in 1921 said:

The building industry has suffered from a lack of apprentices. . Union rules and trade agreements do restrict the number of apprentices to be employed.

The Industrial Division of the Cincinnati Chamber of Commerce on November 22, 1921, declared:

Restriction of apprentices has caused a scarcity of skilled mechanics in certain trades and likewise creates higher costs and waste by making it necessary that a skilled mechanic be a helper and hand tools and materials to another skilled mechanic doing the work.

The Cleveland Chamber of Commerce in a report issued earlier in the year stated:

The public interest demands that the supply of skilled labor be maintained in each trade by liberal apprenticeship rules; but the closed union shop policy is to stille the apprenticeship system.

#### Output Restriction

Perhaps the allegation as to the injustice of the closed shop of which we hear most is "restriction of output." Here, too, we have a denial from union executives that such a practice exists. The President of the American Federation of Labor in *Industrial Management* for 'April 1, 1921, writes:

Trade unionism is interested vitally in increasing the volume of production. It rejects wholly the false doctrine of restriction of output as a means of helping the worker.

Yet reliable evidence leads us to the conclusion that Mr. Gompers is in error when he asserts that the "false doctrine" of output restriction has been "wholly" rejected by trade unionism.

The official report for the fiscal year 1920 of the Construction Division of the United States Army says (italics ours):

While rates and materials have increased throughout the United States While rates and materials have increased throughout the United States it is also a fact, that production has decreased to such an extent that it is very marked in certain localities. Bricklayers who at one time laid an average of fifteen hundred bricks per day on straight walls, are now averaging between six and seven hundred; plumbers who roughed in and finished five fixtures in five days have shown a decided decrease in the work performed. The carpenters, too, who fitted, hung, and locked four and five large doors per day seem to be no more, and so on down the line. The universally attractive high standard wages paid to organized labor have placed the second rate craftsmen on a par with the high class, efficient artisans and instead of the average day's work being raised it is proportionately lowered because the first-class journeymen must carry along his less efficient broker, which results in the above condition.

it is proportionately lowered because the first-class journeymen must carry along his less efficient brother, which results in the above condition. The government, where it employs laborers direct, both skilled and unskilled, cannot discriminate either in favor of or against organized tradesmen, but it can on its maintenance and utilities work, hire and pay competent, qualified men based on their efficiency rather than any set standard of wages which might be adopted by a body of men regardless of the ability of men who are to receive that rate. The injustice works two ways, both to the detriment of the efficient employee at the higher rate simply because of his affiliations with an erganization. While it may be common practice, nevertheless, experience has taught us that no single schedule is equally adaptable for all trades from a standpoint of produc-tion. tion.

#### Results of Restrictive Policies

The Brooklyn Eagle of December 15, 1921, listed the following union practices shown by the Lockwood investigation to exist in Brooklyn. Such practices have been clearly shown to exist in Cincinnati, Boston, Chicago and elsewhere.

Union plasterers demanding and getting \$16 and \$18 a day on threat Ι. of strike.

Union painters demanding and getting \$12 a day on threat of 2. strike.

Union rules limiting size of paint brushes to 41/2 inches in width 3. to prevent speed.

Union rules stating amount of work painters and plasterers may 4. do in a day.

Union bricklayers cutting their work from 1,800 bricks a day in 5.

1914 to 500 or 1,000 in 1921. 6. Union plasterers refusing to admit one new member since 1915, cutting their membership smaller and smaller each year.

7. Union rules compelling builder to allow contractor to buy material with an intermediate profit for himself.

8. Union rules compelling builder to allow contractor to engage workmen with an intermediate profit for himself.
 9. Union rule compelling builder to do business all his life with one

contractor, no matter how poor his work or how high his charges. 10. Union rules refusing to permit plasterers to work more than

five days a week. 11. Union practice of fining contractors and builders for irregular work done by its own men.

12. Union rule that upon a contractor defaulting a job the work must be completed by the union at its own exorbitant day wage scale. 13. Union rule that its members must not be allowed to install toilet, lavatory, and other plumbing equipment that has been assembled, rapidly and economically, at the factory.

and economically, at the factory. 14. Union rule that every two plumbers must have a helper, a man who is not allowed even to touch the tools.

Some advocates of the closed shop maintain that in a discussion of that subject it is irrelevant to discuss apprenticeship, output limitation, etc. But the employer who signs a closed shop agreement with the union automatically accepts thereby the working rules and practices of the union. The consideration of these rules and practices cannot be divorced from the economic consideration of the closed shop.

#### The "Freeze-Out" Game

The mere establishment of collective bargaining does not insure economic justice. Much of the collective bargaining which is pointed to as an example of peace and harmony is really a conspiracy against the outsider. In a study of the closed shop, published in 1911 by Johns Hopkins University, Dr. Stockton says:

Neither employers nor unions have had much to say concerning the advantage of "exclusive agreements". . . Employers who are parties to them obtain a great advantage over competitors in localities where the unions are strong. But while the closed shop under such conditions may be an advantage to those employers with whom a union agrees to deal exclusively, the public interest suffers inasmuch as competition is effectively stiffed.

The union's members agree to work only for members of an employers' group, and the employer's group in turn agrees to employ only members of the union. The closed shop control of the unions thus protects the employers' groups from outside competition and gives them a monopoly. They in turn are able to concede the demands of the unions no matter how exorbitant, since the burden can be passed on to the public. Speaking of such an agreement in the marble industry, a government report issued in 1904 says:

The effect of the closed agreement, as far as the workmen in the union are concerned, is to give them steady employment, to keep the older men in the shops, to give all the members a sense of security in their jobs, and to reduce the speed of the members to what they consider a fair day's work. . . The amount of work done by marble tile setters in New York is only one-half of what should be expected. Yet by excluding marble cut outside New York and excluding outside contractors from entering New York, the marble employers are able to recoup themselves from the building industry of New York.

### SELECTED ARTICLES

## United Against the Public

In other words, the closed shop, by which employers agree to employ only union men, is used to raise prices to the general public. The closed shop, by which workers can be refused to employers (even where they are willing to hire union men), is a powerful weapon. The union's ability to prevent any outsider from getting labor in a particular market is a misuse of the closed shop power of the union against the rights of the general public. If it were not for the closed shop and this power to prevent outsiders from getting labor the employers combinations disclosed by the Lockwood investigation would never have been able to force a practical monopoly in their various trades. The logical development of the closed shop idea is the bargain between unions and employers to exclude workers from jobs and employers from business.

## How Prices Are Raised

We have seen that in the following ways the closed shop operates to increase the costs of production, which a vicepresident of the American Federation of Labor assures us are "passed on to the consumer."

I. Sympathetic strikes.

2. Jurisdictional disputes.

3. Apprenticeship system, limiting the number of skilled workers.

4. Output restriction.

5. Exclusive agreements, climinating competition and creating powerful monopolies.

We would naturally expect to find that from such policies the following results would ensue:-

1. Lessened building, due to high costs.

2. Higher rents.

We would assert with confidence that such would inevitably be the results of the closed shop policies. Fortunately we can do more than make assertions based on deductive theory: the facts of industry clearly reveal just such results.

### Reducing Construction

An examination of building permits for the year 1921 in thirty leading American cities brings out forcibly the fact that closed shop practices restrict the amount of construction and continue the structural shortage which we all know to exist.

#### THE CLOSED SHOP

In fifteen towns where building is on an open shop basis and free from closed shop restrictions the per capita value of building permits during the year was \$64; in fifteen towns having closed shop building conditions the per capita value of building permits was only \$41.

	Year's Buildin	g Permits
Town Popul	ation Permits	Per Capita
Cleveland 796	,836 \$46,531,323	58
	,194 16,872,240	53.7
Newark, N. J 414		52
Kansas City, Mo 324	410 16,024,175	49
Chicago2,701,	705 125,028,010	46
Cincinnati 401		44
Dayton 152	559 6,105,061	40
Pittsburgh-McKeesport 635,		39
Syracuse 171	,717 5,828,598	34
Louisville 234		32
New Orleans 387	219 8,037,959	21
Providence 237,		20.6
St. Louis 772,	897 12,324,133	16
Scranton 137	,783 2,073,197	15
Butte 41,	611 102,342	2
Totals	,004 \$314,771,130	40.75

#### WHERE BUILDING IS CLOSED SHOP

WHERE BUILDING IS OPEN SHOP

		Year's Building	Permits
Town	Population	Permits	Per Capita
Los Angeles	. 576,073	\$82,713,386	143
Oklahoma City		7,300,317	80
Minneapolis	. 380,582	23,388,055	62
St. Paul	. 234,595	14,362,181	61
Detroit		58,086,081	59
Atlanta		11,236,776	56
Milwaukee	. 457,147	24,976,025	55
Richmond		9,292,603	54.I
San Antonio	. 161,379	7,995,188	50
Grand Rapids	137,634	5,634,182	40.93
Seattle		12,862,425	40.74
Duluth		3,518,464	36
Salt Lake City	118,110	3,436,985	29
Spokane	. 104,437	2,124,037	20
Akron	. 208,435	3,782,548	18
Totals	4.250.180	\$270,700,253	63.60

The following notes explain certain features of the above tables:

1. Building permit values are taken from the American Contractor, published by F. W. Dodge Co., in nearly every instance. In a few cases they are from official figures sent us by mail from the different cities.

 The population figures are those of the 1920 census.
 The figure for Pittsburgh building is given in the American Contractor. The population of McKeesport, coupled with Pittsburgh in the unemployment figures of the Department of Labor, is 7.8 per cent that of Pittsburgh, and its building has been assumed to be at the same ratio ratio.

4. For two of the cities, Scranton and San Antonio, figures for only eight months were available. The other four months were added in as 50 per cent of the eight months total. Newark figures of only nine months were available, and the figure for the final three months of the year was taken as a third of the first nine months.

taken as a third of the first nine months. 5. The Providence figure is 200 per cent of the value of "contracts awarded" during the first six months of 1921. It was impossible to obtain the figures for "building permits" in Providence. While it is impossible to specify for a given city, we are informed that generally speaking "con-tracts awarded" total higher than "building permits," so that it cannot be justly claimed that the Providence figures are designedly presented to the detriment of the "closed shop." 6. The cities listed are not "hand-picked" as is evidenced by the first that tweater fine of the thirty are among the fifty largest cities in the

6. The cities listed are not "hand-picked" as is evidenced by the fact that twenty-five of the thirty are among the fifty largest cities in the United States; twenty-one, or seven out of each ten, are among the forty largest cities. It is a well known principle of statistics that when a sufficiently large number of objects are compared local and special factors are eliminated as determinants of the final averages.
7. If building is 75 per cent "open" a city is placed in the "open shop" group; if 75 per cent "losed", it is put in the "closed shop" class.
8. Many of the cities in which building is on a "closed shop" basis are strongly "open shop" in the manufacturing industries.
9. Several of the cities now in the "closed shop" group will probably be out of that group by the end of 1922. In several cities local movements, not yet at a head, will assist in the transformation.
10. The largest city of the country, New York, was deliberately omitted because of unusual conditions existing there; due to the passage in February 1921, of a Tax exemption law, which was designed to stimulate new building and which is having that effect. New York would, because of its large population, raise the closed shop average to a level which would not represent the actual average of closed shop communities where artificial factors do not exist. where artificial factors do not exist.

Less building in towns where construction is on a closed shop basis means, of course, the erection of fewer dwellings and higher rents.

#### Closed Shop Conditions Increase Rents

It is impossible to obtain accurate figures of rent increases and decreases for all of the thirty towns previously considered. However, the United States Bureau of Labor Statistics presents in the February issue of the Monthly Labor Review figures giving rent changes from December 1920 to December 1921 in six of the open shop cities and in nine of the closed shop communities.

Two of the open shop towns show rent decreases in the year-8 per cent in Detroit and 4 per cent in Seattle. In the other four rents increased in percentage as follows :- Atlanta I per cent; Richmond 7 per cent; Minneapolis 7 per cent; Los Angeles 11 per cent.

In all of the closed shop communities rents increased, the percentages of increase being as follows: Cleveland I per cent; Cincinnati 3 per cent; Kansas City 4 per cent; Indianapolis 8 per cent; New Orleans 13 per cent; St. Louis 15 per cent;

Pittsburgh 15 per cent; Scranton 22 per cent; Chicago 24 per cent.

It will be noted that in five of the nine closed shop cities the percentage of increase was greater than in the open shop city having the highest percentage of increase.

Assuming that in December 1920 every resident of the fifteen cities paid \$100 rent we can determine the group increases during the year. Thus, every resident of Detroit will be assumed to pay \$92 rent December 1921 and those of Cincinnati \$103.

CONSTRUCTION OPEN SHOP

		Per Cent	Rent	Rent
Town .	Population	Increase	Dec., 1920	Dec., 1921
Detroit		8 (Dec)	99,367,800	91,418,376
Seattle		4 (Dec)	31,565,200	30,302,592
Atlanta	200,616	I	20,061,600	20,262,216
Richmond	171,667	7	17,166,700	18,368,369
Minneapolis	380,582	7	38,058,200	40,722,274
Los Angeles	576,073	II	57,607,300	63,944,103
Totals	2,638,268	0.5	263,826,800	265,017,930

CONSTRUCTION CLOSED SHOP

	Per Cent		Rent	Rent
Town Population	Increase		Dec., 1920	Dec., 1921
Cleveland 796,836	I		79,683,600	80,480,436
Cincinnati 401,247	3	1	40,124,700	41,328,441
Kansas City 324,410	4		32,441,000	33,738,640
Indianapolis 314,194	4 8		31,419,400	33,932,952
New Orleans 387,219	13		38,721,900	43,755,747
St. Louis 772,897	15		77,289,700	88,883,155
Pittsburgh 588,343	15		58,834,300	67,659,445
Scranton 137,783	22		13,778,300	16,809,426
Chicago2,701,705	24		270,170,500	335,011,420
	12 1			
Totals6,424,634	15		642,463,400	741,599,662

The group percentages of increase were derived from comparisons of the totals of the last two columns. They reveal that in the closed shop communities the rent increase in 1921 averaged thirty times as great as in those towns where construction was on an open shop basis.

### Does the Closed Shop Aid the Worker?

The most frequent plea made in behalf of the closed shop is that it benefits the worker.

But it is by no means apparent that the closed shop advocates are upon sure ground in their reliance upon the benefits to a minority of society as the chief justification of their policy.

We would naturally expect to find that closed shop practices such as we examined would bring increased unemployment due to (a) curtailment of building operations and (b) the increased number of unskilled workers existing as a result of the union apprenticeship limitations.

The United States Department of Labor presented to the National Unemployment Conference last October figures as to the number of unemployed in the leading cities. Comparisons between the two groups of towns previously considered reveal an extremely interesting and important situation.

## Pivotal Aspect of Building Industry

We must first, however, make it clear that we are quite justified in taking as a basis for selection of communities the building situation.

Building is the key of the industrial structure. Almost cleven million persons (either as workers or as members of a worker's family) derive their living through construction. It is estimated that 50 per cent of all security issues (state, municipal, railroad and industrial) in 1920 were for construction in some form or other. A report issued by the Committee on Statistics and Standards of the United States Chamber of Commerce declares:

Construction would seem to be the barometer of our industrial life. When depression strikes construction, it rocks the entire industrial structure and "good times" undergo a process of metamorphosis which is conducive to acute conditions. But when the tide turns, construction is the first to be carried with the rising flood, and other industries follow in its wake.

This Committee included such eminent economists and educators as Albert Ross Hill, president of the University of Missouri; N. I. Stone, labor manager of Hickey-Freeman Company, Rochester and formerly chief statistician of the United States Tariff Board; L. D. H. Weld, formerly Professor of Economics both at Minnesota and Yale Universities; and M. S. Wildman, Professor of Economics at Stanford University.

The emergency program for the immediate relief of idle workers promulgated by the National Conference on Unemployment, September 30th, 1921, also declared (section 11):

The greatest area for immediate relief of unemployment is in the construction industry, which has been artificially restricted during and since the war.

Wesley C. Mitchell in his book on Business Cycles emphasizes (p. 593) the importance of building construction volume as a barometer of business conditions. Both the Babson and Brookmire economic services include the volume of building Univ Calif - Digitized by Microsoft ® permits among the data upon which predictions are based. So does the Canadian Bureau of Statistics and Professor Warren M. Persons of Boston University.

Beyond question, the building industry is the key of the industrial situation.

In cities where building is on a closed shop basis unemployment is 126 per cent greater than in cities where open shop conditions prevail in the building trades.

The accompanying tables, comparing the same fifteen open shop building cities with the fifteen communities where building is on a closed shop basis prove conclusively the above statement.

#### WHERE BUILDING IS OPEN SHOP

			Per Cent of Population
Town	Idle	Population	Idle
Duluth	7,000	98,917	7.1
Detroit	. 50,000	993,678	5.0
Akron	. 9,550	208,435	4.6
Milwaukee	. 20,600	457,147	4.5
St. Paul	. 9,500	234,595	4.0
Oklahoma City	3,210	91,258	3.5
Richmond	. 5,300	171,667	3.1
Atlanta	5,200	200,616	2.6
Salt Lake City	. 2,860	118,110	2.4
Seattle	7,240	315,652	2.3
Spokane	2,437	104,437	2.3
Los Angeles	10,950	576,073	1.9
San Antonio	2,515	161,379	1.6
Grand Rapids	. 2,000	137,634	1.5
Minneapolis	5,000	380,582	1.3
Totals	143,362	4,250,180	3.4

WHERE BUILDING IS CLOSED SHOP

		Per Cent of Population
Town Idle	Population	Idle
Pittsburgh-McKcesport         85,000           Cleveland         104,000           Scranton         16,020           Newark, N. J.         47,311           Butte         4,570           Dayton         16,400           Cincinnati         37,600           St. Louis         68,500           Providence         19,640           Indianapolis         25,000           Syracuse         12,200	635,124 796,836 137,783 414,216 41,611 152,559 401,247 772,897 237,595 314,104 17,717	13.4 13.0 11.6 11.4 10.9 9.3 8.8 8.3 8.0 7.1
Chicago         134,584           New Orleans         15,150           Kansas City, Mo.         9,000           Louisville         5,050	2,701,705 387,219 324,410 234,891	4.9 3.9 2.8 2.2
Totals	7,723,048	7.7

## Paper or Money Wages Best?

The answer of the closed shop advocates is that the closed shop workers receive higher wages. The American Contractor in a recent issue presents statistics as to building wages prevailing in different cities December 31, 1921. Figures were presented for nine of our open shop cities, and for eight of the closed shop cities. For purposes of comparison, the author has selected six occupations—carpenters, hod carriers, plasterers, painters, bricklayers, and plumbers. The average hourly wages were as follows (in two of the cities, both upon an eight-hour basis, the "day" rate instead of the "hour" rate, was given in the American Contractor);

	Rate Per Hour		
Trade	Open Shop	Closed Shop	
Carpenters	.82	1.01	
Hod Carriers	.61	.74	
Painters	.78	.96	
Plasterers	1.04	1.16	
Bricklayers	1.04	1.18	
Plumbers	.95	1.02	
the second s			
Average	.87	1.01	

We see, therefore, that the average wage in the closed shop towns is 16 per cent higher than that of the open shop towns.

But, in the language of a more or less popular cartoonist, "it doesn't mean anything."

The average per capita building permits for the year 1921 in the fifteen cities of the closed shop group was \$41; in the open shop cities the average was \$64. In other words, 56 per cent more building existed in towns where construction was upon an open shop basis.

Which is best-to have 16 per cent higher wages-"on paper"-or to have 56 per cent more building in actual practice?

Let us take 100 building workers in an average city in each group. In the closed shop town they work 100 hours for \$1.16 an hour—a total of \$116 received by the group. During the same period the workers in the open shop city, receiving only \$1.00 per hour, can work 156 hours, receiving \$156. Thus the total wage of the group of workers in the open shop town is 34 per cent greater than the group wage in the closed shop town.

## Open Shop Workers Can Save More

Comparisons in other directions likewise throw doubt upon the claims of alleged benefit to workers in cities where the closed shop prevails.

It is well-known that the great majority of deposits in savings banks are made by the workers. For twelve of the fifteen cities in each of the above groups we have been able to obtain reliable figures as to the amount of savings banks deposits.

#### WHERE BUILDING IS OPEN SHOP

			rer Capita
Town	Population	Deposits	Deposits
Los Angeles	576,073	239,808,000	416
Detroit		218,657,814	220
Minneapolis		80,000,000	210
Seattle		46,198,693	147
Duluth	98,917	14,000,000	. 142
Milwaukee	457,147	64,063,512	140
Akron	208,435	28,900,654	139
Spokane	104,437	13,750,000	132
Atlanta	200,616	23,190,071	116
Grand Rapids	137,634	15,053,600	109
Nashville	118,342	12,375,179	105
Richmond	171,667	18,000,000	105
	1) 1)		
Totals	3,763,180	* 773,997,523	206

#### WHERE BUILDING IS CLOSED SHOP

			r ci Oupita
Town	Population	Deposits	Deposits
Providence		136,668,914	575
Pittsburgh	. 588,343	242,976,478	413
Scranton		44,682,247	324
Cincinnati	. 401,247	71,000,000	173
Chicago	2,701,705	375,647,915	139
Louisville	. 234,891	30,500,000	130
New Orleans	387,219	44,087,861	114
Butte	. 41,611	4,490,837	108
St. Louis		80,413,271	104
Indianapolis	314,194	30,705,656	98
Kansas City, Mo	324,410	23,745,506	73
Dayton	152,559	9,582,273	63
Totals	6,294,454	1,094,500,958	175

The average per capita savings banks deposits in the cities in the open shop group are 17 per cent greater than the average in the closed shop group.

The following notes on the above comparative tables must be made:

1. For fourteen cities, seven in each group, the figures of savings banks deposits were obtained from a letter of January 10, 1922, from the National Association of Mutual Savings Banks. The figures from this authority have been used wherever given, in spite of the fact that for six cities, Richmond, Seattle, Grand Rapids, Spokane, Dayton and New Orleans, larger figures from reliable sources had been obtained.

Univ Calif - Digitized by Microsoft ®

Dan Conita

Per Canita

As four of these cities are in the "open shop" group this results in de-

As four of these cities are in the "open shop" group this results in decreasing the comparative advantage of that group. 2. For two cities, Los Angeles and Indianapolis, one in each group the figures for deposits were obtained from Federal Reserve Bank Bulletins. As these bulletins in very few cases cover all of the banks in a city the actual figures for these two towns would, if it were possible to obtain them, probably be considerably larger than those here presented. For instance, the volume of savings banks deposits for Detroit given in the October 31, 1921, bulletin of the Chicago Federal Reserve Bank was \$137,000,000, as compared with the \$210,000,000, total for all banks given by the National Conference of Mutual Savings Banks. 3. For eight of the cities, four of each group, our savings bank figures were sent us by local employers associations, who had obtained them from local bankers.

ngures were sent us by local employers associations, who have obtained them from local bankers. 4. We are informed that Dayton savings deposits are comparatively small because of unusually large amounts invested in building and loan associations. The amount is approximately five times that of the savings deposits; it would be unfair, however, to include this in the Dayton averdeposits; it would be untair, nowever, to include this in the Dayton aver-age since it would then be necessary to obtain such figures for all of the other cities and since a considerable portion of the building and loan funds are investments from other cities and do not represent accumu-lations by Dayton residents. 5. The above unfairness to Dayton may be set off against the advan-

tage to the closed shop group mentioned in note 1.

#### The Challenge of Facts

It is easily conceivable, of course, that one or two comparisons could be made, of a selected nature, which might indicate that open shop conditions were for the best interests of both the public and the worker and that advocates of the closed shop could claim, with some degree of fairness, that the results were "accidents," which other comparisons would not support.

But in view of the striking evidence in favor of the communities where building, a legitimate index, is on an open shop basis it would seem that closed shop advocates should, in fairness to all parties, either deny with actual proof or admit the conclusions which intelligent persons must attach to such facts as:

1. Fifty-six per cent greater construction in the open shop towns.

2. Thirty times greater increase in rents in the closed shop towns.

3. One hundred and twenty-six per cent more unemployment in the closed shop communities.

4. Sixteen per cent higher paper wages in closed shop towns, but 34 per cent more money wages in open shop towns.

5. Eighteen per cent greater average savings banks deposits in open shop towns.

## THE CLOSED SHOP

# OPEN SHOP POLICY<sup>1</sup>

In theory the open shop policy is followed on the canal, but in some departments it is only a theory and the employees are completely unionized. The commission fully believes in collective dealing between the operatives and the executives on the canal and believes that thereby misunderstanding will be obviated and cordial relations will be maintained, but it is absolutely opposed to having the policy on the canal dictated by labor organizations of the United States or elsewhere, and it is equally opposed to outside agencies coming into the Canal Zone and fomenting dissatisfaction. The government should be willing to pay wages which, when all things are taken into account, compare favorably with the wages paid by private agencies for the same service, but it should pay no more. Wages paid in the United States should form the basis for the wage scale in the Canal Zone, and it is intolerable that any group of employees should be able to force higher wages or better conditions by political methods

## Recommendations

The commission recommends that the governor be directed to make no agreements nor to have any understandings with the canal employees or any class thereof, for any period of time, but that the wages be adjusted from time to time in accordance with the law, which bases the canal wages on the pay of similar employees in the government service in the United States.

It is further recommended that for positions for which there is no corresponding position in the government service of the United States, wage boards of the canal fix an average wage based upon the wages actually paid for similar services in various representative parts of the United States, and that it be not based upon any artificial rate known as the "union rate" which is not actually in effect and in operation.

It is further recommended that the governor be directed not to deal with labor organizations as organizations, but that he deal with committees of employees.

-

It is further recommended that the open shop principle be actually put into effect on the Isthmus and that in all departments a substantial proportion of non-union men be employed.

<sup>1</sup> Report of Special Panama Canal Commission. 1921. p. 12-13.

It is further recommended that all agreements limiting the use of tropical labor be abrogated and that hereafter no such agreements be entered into or followed and that this include all understandings, such as the edged-tool understanding and the Ford-car understanding, the canal administration hereafter retaining complete freedom of action as to its policy in the employment of union, non-union, or tropical labor.

# THE GREAT OPEN SHOP "CONSPIRACY" 1

During the past few months two representative organizations of the important religious denominations of the country have issued statements criticizing the present popular and widespread movement in behalf of the open shop.

One of these statements, given out by the National Catholic Welfare Council, was published in detail with comment in *Industry* for November 15th. The other statement, claiming to represent the views of certain protestant churches, was recently made public by the Federal Council of Churches.

The statements are unanimous in declaring that the present open shop movement is not only a snare and a delusion, but had been conceived in sin and perpetuated for the sole purpose of destroying trade unionism and casting back into some vague condition of industrial slavery the workmen of America.

Clearly to appreciate the astounding nature of this charge against the integrity and humanity of American business men in general it is necessary to understand that the religious organizations making the charge are in a position, because of their representative character, to impress the great army of Catholic and Protestant clergymen as well as many lay members.

The Federal Council of Churches, for instance, is supposed to investigate, analyze and report on all so-called social service conditions affecting the material and spiritual welfare of mankind. It is the voice, so to speak, of the church in such matters. There is no question that very many clergymen laboring in the front line of trenches against the cohorts of evil look to the Federal Council for inspiration and information. This is true because their leaders tell them that the church has provided through the Federal Council a means by which they can

<sup>1</sup> Henry H. Lewis. Industry. 3:2-5. January 1, 1921.

survey the conditions and needs of social service including the vexed problems of industrial relations. The National Catholic Welfare Council functions in like manner for the Catholic clergy.

There are some who profess to believe that the influence and authoritative voice of the National Catholic Welfare Council and the Federal Council of Churches are not as potent as the councils themselves insist on claiming. It has been said that the councils really represent the policy and beliefs of small groups instead of the great body of churchmen. That is as may be, but the fact remains that both councils have been authorized by their respective churches, and function under certain dispensations. Even if their influence and authority were merely negligible, the palpable unfairness of their proclaimed attitude toward the problems under consideration would still be worthy of attention. The situation is about as follows:

Following the publication in *Industry* of various articles on "The Industrial Fallacies of Certain Religious and Secular Organizations," including a detailed description of the activities of the Federal Council of Churches, and "The Facts in the Case of the Interchurch World Movement," *Industry* secured from Rev. F. Ernest Johnson of the Federal Council of Churches, a statement in approval of the real open shop. Rev. Johnson declared in this statement:

The true open shop not only represents the sounder industrial policy. but is ethically right. Coercion in the matter of union membership is undemocratic and intolerable, whether it comes from one side or the other.

This declaration was published in *Industry* for October 1st and was widely copied. Several weeks later the National Catholic Welfare Council issued the following public statement to the press: [see p. 80-1. of this volume]

Under date of December 27, 1920, the Federal Council of Churches, through its official publicity department in New York, gave out the following statement, which we are reprinting in its entirety: [see p. 81-2. of this volume]

It is well to read carefully the opinions of the two councils and particularly to note that in neither instance is any effort made to give specific facts, or specific names, or specific localities. The statements are blanket charges against the American employer of labor. It cannot be controverted that the impression given, whether designedly or not, is that the present

open shop movement is being conducted by American employers for the sole purpose of destroying the organized labor movement.

The National Catholic Welfare Council openly charges that the so-called "drive" threatens the "whole structure of industrial peace and order," and further that "there is great danger that the whole nation will be harmed by this campaign of a few groups of strong employers."

The Federal Council of Churches, not to be outdone in this riot of denunciation, declares: "We feel impelled to call public attention to the fact that a very widespread impression exists that the present 'open shop' campaign is inspired in many quarters by this antagonism to labor," also that many disinterested persons are convinced that an attempt is being made to destroy the organized labor movement."

Now what are the facts in the case? What truth is in the charge of widespread conspiracy made against the employers of the country? On what grounds do the two councils base their serious arraignment of the business interests?

We have the statements just quoted, statements claiming to represent the judgment and opinion of certain church authorities supposed to speak for several million clergymen. The statements when carefully analyzed give no indication of prior investigation, no proof even of any consideration of industrial conditions, no evidence of that fairness of spirit and priestly regard for facts based on demonstrated proofs which one naturally would expect from the men of the cloth.

In publicly attacking the present open shop movement, and in publicly charging that the open shop movement is insincere and a dishonest attempt to fool the people, did those responsible for the statements make any attempt to get at the truth? Did they fail to see, for instance, the countrywide declarations in behalf of the open shop made by innumerable associations which include in their membership merchants and professional men as well as manufacturers? Is it possible the two councils have forgotten the referendum held last July by the United States Chamber of Commerce, in which 1,665 of 1,669 of its members voted in favor of the following principle:

The right of open shop operation, that is the right of employer and employee to enter into and determine the conditions of employment relation with each other, is an essential part of the individual right of contract possessed by each of the parties.

The United States Chamber of Commerce, as its name implies, is composed of local chambers in all parts of the country. Its membership, therefore, includes merchants, bankers, lawyers, doctors, educators and business men of every degree. In fact, a policy adopted by the United States Chamber of Commerce really represents the sense of a community.

And again, did the two councils fail to see that the National Grange, having a membership of practically one million constructive farmers, adopted at its recent annual convention in Boston a ringing declaration entitled "The Right to Work," reading as follows:

The National Grange does hereby express its disapproval of any system which denies to any individual the right to work in any place where his industry is needed at any time and at any wage which is satisfactory to him, or to quit his employment whenever and for whatever reason may be to him controlling, subject only to such contract obligation as he may willingly enter into and as may be enforceable in an American Court of Justice.

And again, have the two councils forgotten the principle approved by the American Bankers' Association at its convention in Washington last October? This representative business association has a membership exceeding twenty-three thousand located in every city and hamlet in the country. Its declaration reads:

Labor by fomenting strikes, encouraging disagreement with employers, is, in fact, striking at the heart of its own future progress and impairing the prosperity of the country. Capital should recognize the results of the toilers and improve working conditions and wages in ratio to the production and investment. Every man should be free to work out his own salvation and not be bound by the shackles of organization, to his detriment.

In view of the foregoing, why did the National Catholic Welfare Council include in its amazing charges the statement: "There is great danger that the whole nation will be harmed by this campaign of a few groups of strong employers." It is inconceivable that any council, ecclesiastical or otherwise, could believe that the present movement for the open shop is a "campaign of a few groups of strong employers."

What about the many public advertisements printed throughout the country by local organizations of employers, in which are clearly presented the open shop policy of the organizations in question? Did the councils fail to see, for instance, the recent declaration of the Cleveland Chamber of Commerce, as printed

-

273

in the form of full-page advertisements in the leading papers of that city? The declaration read in part as follows:

The Cleveland Chamber of Commerce believes in open shop—the real open shop—in which every worker's chance is as good as any other worker's chance, the open shop from which no worker is shut out because he holds a union card, and from which no worker is shut out because he has no union card.

The Cleveland Chamber of Commerce has a membership of more than three thousand. It is a representative body of American business men, including manufacturers, merchants, bankers, etc., public-spirited citizens having a deep appreciation of civic welfare and national prosperity. Are we to believe that the National Catholic Welfare Council includes these men in the so-called "drive" against "industrial peace and order?"

Did the authors of the statements issued by the two councils communicate with the Milwaukee Employers Council? Did they know that this particular group of representative employers is on public record as approving the following policy:

The open shop—a system prevailing in shops, factories, stores, etc., under which men and women are employed on a basis of ability and honesty, without regard to their affiliations—religious, political, union or otherwise—and under which no discrimination is practiced.

And Salt Lake City, where the Utah Associated Industries declares as its definite policy:

"There shall be no discrimination against any workman on account of his affiliation or non-affiliation with any labor organization," and adds further, "Any act of coercion, intimidation or force from any source whatsoever applied against any employer or employee engaged in lawful pursuits is fundamentally unjust, vicious and un-American."

And Utica, N. Y., in which typical industrial city the Associated Employers announces the intention to "insure everyone his right to earn a living regardless of his membership or nonmembership in any union or organization, and that his indivdual earning power or his opportunity for advancement shall be limited or restricted only by his ability and efforts."

And Toledo, Ohio, where the Manufacturers and Merchants' Association includes in its Declaration of Principles, "We stand for the open shop, which means absolute fairness to all classes of workers, whether union or non-union."

And Paterson, N. J., in which city the Associated Industries

published in the press a series of statements of which the following is typical:

We pledge ourselves to hire any worthy worker we can, absolutely without discrimination, who belongs to a trade union. We also pledge ourselves to hire any worthy worker we can, absolutely without discrimination, who is an independent workman.

The open shop plan of employment has been established in hundreds of American cities. *Industry* has on file the declarations of many employers' associations similar in principle to those just quoted. It is therefore in a position to refute absolutely the charges made by the Federal Council of Churches and the National Catholic Welfare Council.

Industry not only does not believe that the present movement for the open shop is a "drive" against "industrial peace and order," or that an "attempt is being made to destroy the organized labor movement," but has indisputable proof to the contrary. And so convincing, and easily obtainable is that proof that the question naturally arises: Why did the two councils promulgate such serious and unsupported accusations?

Must not the answer be found in the many instances of failure on the part of ecclesiastical and other bodies actually to investigate conditions before making their definite announcements? Have we not had innumerable cases of hasty and illadvised opinions made public without adequate information and analysis? Has not the church itself been prone to declare its approval of certain suggested reforms, especially in connection with industrial relations, although the so-called reforms had no practical and but little sentimental value?

Since Industry began to call attention to certain industrial fallacies in the church it has contended that much of the harmful and erroneous material in the nature of charges and direct accusations has been based on ignorance of practical conditions. From time to time this publication has urged personal investigations by individual clergymen, believing that the only antidote to the poison of misinformation issued by certain leaders would be the facts ascertained by the great body of earnest, christian gentlemen forming the clergy of the country.

Fair play is a fundamental principle of the American people. Fair play means equal justice to all. It is expected of the lowliest citizen—and from the church.

275

### SELECTED ARTICLES

# THE PUBLIC MUST AGAIN PAY<sup>1</sup>

## TO THE PUBLIC:

The public interest has again, as in the past, been disregarded and sacrificed in the building trades' settlement.

Expediency has prevailed against right principle.

The renewed closed shop agreement offers no relief to the rent payer and home owner against that recognized cause of exorbitant building cost—the closed shop restriction against freedom of employment.

The closed shop agreement is unfair to the rent payer and home owner because by monopolistic agreement it arbitrarily raises rents through high building costs and increases the cost of building a home.

In the Building Trades Employers' Association there are a considerable number of men who believe in the open shop and are willing to fight for it, if a fight is necessary; a much smaller number of men who sincerely believe in the closed union shop; a few who believe in the open shop but are unwilling to face the issue lest lawlessness, violence, destruction of property and murder result; and a much larger number who believing the open shop to be right, find the line of least resistance both easy and profitable.

That group preferring the closed shop lest a reign of terror and their own bankruptcy would result from a declaration for the open shop, thereby infer that labor would countenance an organized effort to defeat open shop through violence, lawlessness, destruction of property and murder.

If their interference is true that a right principle—the open shop—would cause such organized crime, then the quicker the people know it the better. The people of this city would make short work of organized crime and organized criminals.

That group who believe the open shop to be right in principle, but who find the line of least resistance easy and profitable, ignore the public interest and content themselves with passing on the high building costs for the public to pay.

An enlightened and determined public opinion will even-

<sup>&</sup>lt;sup>1</sup> An advertisement appearing in the Cleveland newspapers on April 27, 1922, signed by the Cleveland Chamber of Commerce. By order of the Board of Directors, Newton D. Baker, President; Munson Havens, Secretary.

tually settle the building trade situation in Cleveland upon a right principle—the principle of the open shop: the shop in which every worker's chance is as good as every other worker's chance and from which no worker is shut out because he holds a union card and from which no worker is shut out because he has no union card.

# BRIEF EXCERPTS

There is no objection to employees of the government forming or belonging to unions; but the government can neither discriminate for nor discriminate against non-union men who are in its employment, or who seek to be employed under it.—*Theodore Roosevelt. Message to Congress. December* 6, 1904. p. 4.

That the closed shop in the building trades in Cleveland largely is responsible for abnormally high prices and consequent curtailment of new enterprise is the principal conclusion reached after several months study of the subject by the Building Costs Investigation Committee of the [Cleveland] Chamber of Commerce.—Iron Trade Review 67:1152. October 21, 1920.

The commission adjudges and awards: That no person shall be refused employment, or in any way discriminated against, on account of membership or non-membership in any labor organization; and that there shall be no discrimination against, or interference with, any employee who is not a member of any labor organization by members of such organization.—*Report* on the anthracite coal strike of 1902, p. 83.

The American open shop is absolutely "open" to both union and independent workers. This is conclusively shown by reports from all sections of the country gathered by the *Philadelphia Public Ledger*. Statements that the open shop means the non-union shop only are demonstrated by this presentation of fact to be absolutely false.—Open Shop Department, National Association of Manufacturers.

Labor's fight for the closed shop, for example, will result in friction so dangerous as to call for all the intelligence and

### SELECTED ARTICLES

fairmindedness available. The American people are by no means prepared to admit the closed shop for universal application. They now oppose it because they believe it to involve a vicious discrimination against millions of wage-earners who want some freedom of their own. Hardly one worker in a dozen belongs to a labor organization in this country.—John Graham Brooks. Labor's challenge to the social order. p. 134.

The closed shop in its present form is the concrete expression of the doctrine of force. It is a shop closed to non-members of the union. It represents a monopoly of employment in favor of the union in the particular shop, as well as a vantage ground from which attacks may be launched upon other shops. From the refusal of union men to work with non-union men in individual cases, there has developed the idea of using the closed shop as a means of securing nation-wide control of industry, and the great national labor organizations have long been cooperating to this end.—Walter Drew. The open or closed shop. p. 8.

The most powerful labor organization in America, made up of the railroad brotherhoods, has been built up on a policy directly opposed to the "closed shop" policy of the American Federation of Labor. Not one of those railroad organizations has ever denied the right of any man to enter the service of railroads solely on the ground that he did not belong to the brotherhood; on the contrary brotherhood men frequently have worked, side by side, with men not in the brotherhood, and it is the "open shop" practice, this absence of intolerance and coercion in the brotherhoods that has made them the strongest and most influential labor organization in America.— Pacific Coast Mechanic. January, 1918.

The fundamental indictment against the closed shop is that it is absolutely un-American. The closed shop encroaches upon an inalienable right of the American citizen. In other words, the closed shop is the attempt of organized labor to obtain by force what it cannot obtain by persuasion.

The second indictment against the closed shop is that even though it were lawful, it is not in the interest of the public. I submit that it is not in the public interest to permit an

#### THE CLOSED SHOP

employer to be placed in a position where he must say "no" to the application of a good workman for employment, or "yes" to the application of a poor one. The principle underlying these statements is so fundamental that they are beyond argument.— New Sky Line 2:8. February 21, 1921.

The closed shop undermines a workman's conscience. He walks into the shop and goes to work without consulting the man who pays the wage, and at a wage stipulated under a contract that he is not a party to. All he is required to do is to put in the required number of hours and draw his pay. If he fails to earn it, and his conscience tells him so, he takes it anyway. If he works five minutes overtime he is called down by the union. If he turns out too much work he gets in bad with the union, or the business agent. He must follow the dictates of the business agent and not of his conscience in dealing with his employer.—New Sky Line 1:4. February 12, 1921.

There are cases, of course, in which industry in order to efficiently serve society and protect itself against unjust agression must refuse to have any dealings with certain unions. Such cases are, however, the exception rather than the rule. Except where employers find it necessary to discriminate against unions guilty of such acts, the vast majority of American employers are willing to employ capable workers without regard to the mere fact of membership or non-membership in any lawful organization operating in a lawful manner. Honest production is what is desired; they do not care whether union or non-union men do the work. In Philadelphia the business agent of the Patternmakers' Association testified in 1914 that more than 50 per cent of their members were employed in open shops.— J. Philip Bird. Philadelphia Public Ledger. July 3, 1921.

Here, then, is the final fruit and flower of the closed shop. Here is harmony and peaceful collective bargaining between the parties, with their feet under the same table. The union gets a monopoly of labor and all its demands and restrictions acceded to. The employer gets a monopoly of the market, and the public pays the final bill. These combinations are not peculiar to New York. They exist in many large cities where closed shop control of the building industry has become established.

They exist, also, in other industries where conditions are favorable to their development. The point is that they are the logical outgrowth of the spirit and purpose of the closed shop, and if the employers of this country are ever forced to accept the closed shop through the acquiescence or sympathy of the public, the public will have no one but itself to blame if it finds that the two parties have stopped fighting and joined forces against it. Industrial peace and harmony thus secured will be a more serious matter for the public than industrial warfare.—Walter Drew. The open or closed shop. p. 17.

The policy of an employers' association is rightful whenever it clearly appears that in the execution of that policy a single employer or a great association of employers is promoting the development of private and public liberty. If, on the contrary, a policy adopted by employers tends the other way—toward the restriction of either private or public liberty—the chances are that the policy is wrong or dangerous to the public weal, not right or beneficial. To illustrate what I mean by this test I shall use the following list of the objects of an employers' association in Boston which was formed within the last six months. The association states its objects as follows: (1) No closed shop. . .

"No closed shop." That means resistance to the most effective policy of the labor unions to procure the establishment of a complete monopoly; and this resistance is a measure in defence of competition. Now, the restriction of competition is inimical to personal and public freedom, to progress, and to the common well-being. . . I find every one of these eight principles to be in defence of private and public liberty.—*Charles W. Eliot. Harper's Monthly* 110:529. *March*, 1905.

Recommendations:

That organized labor:

- (a) Democratize and control the unions, especially in regard to the calling, conduct and settlement of strikes.
- (b) Reorganize unions with a view of sharing in responsibility for production and in control of production processes; to this end:

280

- I. Repudiating restriction of production as a doctrine.
  - 2. Formulating contracts which can be lived up to.
  - 3. Finding a substitute for the closed shop wherever it is a union practice.
- (c) Scrupulously avoid all advocates of violence.
- (d) Accept all possible proffers of publicity and conciliation.
- (e) Promote Americanization in all possible ways and insist upon an American standard of living for all workingmen.
- (f) Prepare more adequate technical information for the public in regard to all conditions bearing upon the calling and the conduct of a strike.
- (g) Seek alliance and council from the salaried class known as brain workers.—Commission of Inquiry.

Interchurch World Movement. Report on the steel strike of 1919. p. 249.

The closed union shop represents, in my judgment, an un-American and an un-democratic principle. According to its theory, no man can pursue his occupation as a worker without the consent of those already in that craft. In other words, each trade becomes a monopoly in the hands of those who are now in it, admission to its ranks is dependent upon their consent and the wide and general freedom, which we have hitherto thought of as American liberty, is, so far as industrial occupation is concerned, divided up into extra-legal groups who have an exclusive monopoly of their respective trades, the right to determine who shall be admitted to them, and when and how far he shall be permitted to work.

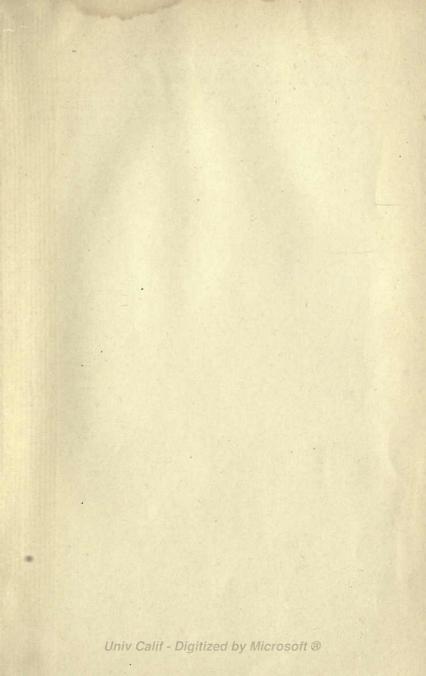
Furthermore, evils which might easily be foreseen seem inevitably to result from the practical application of this theory. It imposes limitations upon output and therefore requires men to do less than their best, which is wrong to society and hurtful to the individual. It presents its monopoly as sometimes an antagonist and sometimes a partner of the corresponding monopoly of employers and between them they take out of the consumer whatever he can be made to pay, the only limitation being that while they are united against the consumer and against any outsider seeking to break into their respective

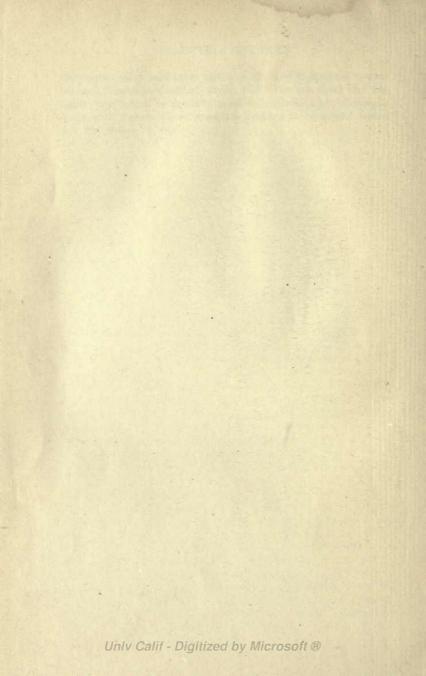
281

monopolies, they will carry on by strike and lockouts a contest between themselves, all of which costs the consumer the immense sum which is annually wasted in America by idleness.— Newton D. Baker. Correspondence between the Painters' Union and Mr. Baker. p. 6-7.

Univ Calif - Digitized by Microsoft @

automore the to many my a semanate the tenter and





Univ Calif - Digitized by Microsoft ®

180

