# The History of the British Labour Party

This history of the Labour Party celebrates our achievements from its emergence in 1900 as a parliamentary pressure group. We are right to regard as historic the establishment of the National Health Service, the enshrining in law of equality of opportunity for all and the creation and maintenance of an empowering welfare state – all Labour achievements.

Equally important has been the development of Labour as a mass membership party in the 1920s and 1930s, the modernisation of our campaigning techniques in the 1980s and the election of 101 Labour women MPs in 1997.

However, the lessons we should draw from our history are not all positive. Labour was in government for just 23 of its first 100 years. On occasions we have also been the victim of division and disunity which, as we all know, has cost us dear in electoral terms. It has allowed the Tories to win and undermine our achievements.

Our history is one to be proud of. Since our formation, Labour has grown from nothing into a formidable political organisation and one which has achieved major social and political reforms during the 20th century. The agenda for the future is to ensure that our values become rooted in British culture so that we can achieve lasting social, economic and political change in Britain.

## How the Labour Party began

The Labour Party was created in 1900: a new party for a new century. Its



formation was the result of many years of hard effort by working people, trade unionists and socialists, united by the goal of changing the British Parliament to represent the interests of everybody. Ignored by the Tories [the Conservative Party] and disillusioned with the Liberals, a coalition of different interests came together to push for change at a Conference on Labour Representation in London's Memorial Hall in February 1900.

For many years the new organisation struggled to take root in the British political system. The conference of February 1900 had not even created a proper 'party.' Instead the new body was called the Labour Representation Committee and it had no members, only organisations affiliated to it. In the elections of that year, the new group made little ground. Indeed Labour's leaders worked closely with the 1906-14 Liberal Governments, and relied on their majority to agree measures to help Labour, such as the Trade Disputes Act of 1906, and the payment of MPs in 1911.

But while Labour in Parliament was "hanging from the coat-tails" of the Liberals, Labour in the country was growing apace. The number of constituency parties affiliated rose from 73 in 1906 to 179 by 1914 and before the outbreak of war prevented the expected election, Labour was prepared to field a record number of candidates. When the Liberal Party split in 1916, the Labour Party was well placed to make a challenge for power.

### First government, 1924

The first real taste of political office came only a year later. Stanley Baldwin's Conservatives had fought the election on a single issue: protectionism. The Tories lost almost 90 seats, down from 345 to 258. Baldwin had failed to obtain the mandate he sought and declined to form a government, so despite winning 67 fewer seats than the Tories, Ramsay MacDonald was asked by the King to form a government.

The first Labour government had modest objectives and held office for only a few months, but its achievements should not be underestimated. Even without a proper majority in the House of Commons, legislation was still passed on housing, education, unemployment and social insurance. Yet, dependent on Liberal support to remain in power, the government fell as a result of a political row about the actions of Attorney-General Sir Patrick Hastings. In the subsequent election, the Daily Mail published the infamous Zinoviev letter, a forgery which alleged there were links between Russian communists and the British Labour Party. With an atmosphere of fervent anti-communism, Labour lost 40 seats and the Tories were returned to power.

#### Second government, 1929

Five years later, following the election in May 1929, Labour was back in office, albeit still as a minority administration. MacDonald was again Prime Minister, with iron-founder and trade unionist Arthur Henderson as Foreign Secretary and Margaret Bondfield as Minister of Labour, the first-ever woman cabinet minister of any party. The government was dominated by the world economic crisis, precipitated by the October 1929 Wall Street crash. MacDonald's government put in place a number of measures to try and resolve the problem of rising unemployment.

However, these had little effect and in 1931 unemployment caused a crisis within the cabinet. Politically unable to either cut benefits or increase taxes to deal with the financial problem

caused by high unemployment, the government was split and fell. Yet MacDonald did not tender his resignation to the King, but instead offered to form a National Government with Liberals and Conservatives. From being one of its founding fathers, Ramsay MacDonald had turned his back on the party and was seen to have betrayed Labour. He was expelled in September 1931; but in the following election, MacDonald's coalition won a large majority. The Labour Party was reduced to 52 seats. It was the party's nadir.

#### Tasks:

- Establish a chronology of the development of the Labour Party. Identify the most important events.
- 2) Compare it with the history of the German SPD in the respective periods.

Second Government, 1929

- Labour largest party in Britain
- for first time - Margaret Bondfield first female
- cabinet minister of any party - MacDonald created Economic Advisory Council including Cambridge economist John Maynard Keynes
- Government initiated structural reorganisation of industries such as coal and iron
- Government split over need to cut benefits or increase taxes
- MacDonald forms National Government

Source:

http://www.labour.org.uk/page s/history-of-the-labour-party