

THE MANAGEMENT RUSH:

A HISTORY OF MANAGEMENT IN AUSTRALIA

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**A thesis submitted in fulfilment of the requirements
for the degree of
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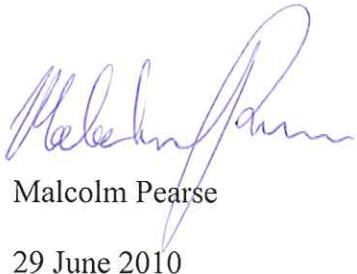
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June 2010**

CERTIFICATION

This thesis is submitted in fulfilment of the requirements of the degree of Doctor of Philosophy, in the Graduate School of Management, Macquarie University. This represents the original work and contribution of the author, except as acknowledged by general and specific references.

I hereby certify that this has not been submitted for a higher degree to any other university or institution.

Signed:



A handwritten signature in blue ink, appearing to read "Malcolm Pearse".

Malcolm Pearse

29 June 2010

“In time to come, historians will probably single out the increasing power of the professional manager - whether in big business, the civil service, the government corporation or trade unionism - as one of the significant events in Australian history in the 20th century.”

- **Professor Geoffrey Blainey**
The Politics of Big Business p 6

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The Management Rush

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This is a work of broad scope, in many ways an outline of the history of management in Australia. It is my hope that others will undertake further research to detail the many chapters that I have merely outlined.

Like many before it, this work relies on many scholars who pioneered its path but I, not they, am responsible for any errors, omissions or imbalances it contains.

Malcolm Pearse
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29 June, 2010

ABBREVIATIONS

This paper has adopted a convention of specifying the abbreviation in parentheses adjacent to the long description when it is first specified eg New South Wales (NSW).

ABS	Australian Bureau of Statistics
ACI	Australian Consolidated Industries
ACIRRT	Australian Centre for Industrial Relations Research and Training
AGLC	Australian Gas Light Company
AGM	Australian Glass Manufacturers
AGSM	Australian Graduate School of Management
AHRI	Australian Human Resources Institute
AIM	Australian Institute of Management
AIPA	Australian Institute of Public Administration
AML&F	Australian Mortgage Land and Finance Co. Ltd.
ANZAC	Australian and New Zealand Army Corps
APM	Australian Paper Manufacturers
ASX	Australian Stock Exchange
ATM	Automatic teller machine
AWU	Amalgamated Workers' Union
BHP	Broken Hill Proprietary
CCH	CCH Australia
CDA	Company Directors Association
CSR	Colonial Sugar Refining
EFA	Enterprise Flexibility Agreement
EFTPOS	Electronic Funds Transfer at Point of Sale
GM-H	General Motors-Holden

ICI	Imperial Chemical Industries
ICIANZ	Imperial Chemical Industries of Australia and New Zealand
ICOS	International Conference of Scientific Management
IDA	Institute of Directors in Australia
IT	Information technology
IWA	Individual Workplace Agreement
JWT	J. Walter Thompson
MBS	Melbourne Business School
MGSM	Macquarie Graduate School of Management
MTM	Methods-Time-Measurement
NLA	National Library of Australia
NSW	New South Wales
OED	Oxford English Dictionary
PA	Personnel Administration Pty. Ltd.
PC	Personal computer
PAMT	Process Analysis Method of Training
PBR	Payment by Results
SMH	Sydney Morning Herald
TWI	Training within Industry
UK	United Kingdom
US	United States
USA	United States of America

ABSTRACT

Management plays a prominent role in contemporary Australia. Yet historical accounts of managers and management practice in Australia have tended to portray their development as a progression of American technologies during the twentieth century.

This dissertation constructs a history of management in Australia from 1788 to 2010. It articulates how the role of the manager and management practice developed through institutions such as companies, businesses, branch structures, industrial relations, management consulting, training, education and discourse, referring to local, British and American influences.

The dissertation pursues three theses:

The slow rise of the salaried manager preceded widespread acceptance of management as a discipline;

A *management rush* occurred during the 1980s; and

Management subsequently dominated business, politics and the public domain.

The rise of the salaried manager was principally tied to the rise of the public company but was also propelled by the manager's presence in Australia's strategically important industries and small businesses. The directing manager grew prominent as business organisations became larger, more bureaucratic and complex, and the power of the rich owners waned. By 1970 career managers occupied the chair and other seats in the boardroom as a result of managerial skills, rather than share ownership.

During the 1980s the number of managers increased markedly. The management education industry flourished as the number of MBA providers and enrolments increased. The management consulting industry grew dramatically because of economic changes such as deregulation and advances in information technology. Management consultants played a significant role in re-structuring businesses and promoting management discourse. The number of new management periodicals quickly increased and several Australian management journals and monographs were published. The *management rush* transformed business and disseminated management discourse throughout the workplace.

Management dominated business, government and the political agenda from 1990 to 2010. Economic management became the principal element in government policies, even the central issue for political campaigns. The number of managers continued to rise and the workforce was awash with managers bearing manifold titles and functions. Business schools enjoyed continued growth and the management education industry expanded and was re-shaped by mergers and re-structures. Management consultancies continued to prosper and remained instrumental in promoting management discourse and were joined by management education which similarly enjoyed strong international networks. Management discourse spread beyond business to pervade public discourse.

The dissertation concludes by addressing the role of British, American and local influences, explaining why Australia's management revolution occurred during the 1980s and promoting a new view of management history in Australia.

Keywords: Australia, management, history, companies, business

TABLE OF CONTENTS

CHAPTER 1: INTRODUCTION.....	1
1.1 The Structure of the Dissertation	1
1.2 Introduction to the Subject Area	3
1.2.1 Management in Contemporary Australia	3
1.2.2 Management in Australia at Earlier Times	5
1.2.3 Managers as Occupation and Profession	5
1.3 Justification for the Research	6
1.3.1 Prior Research in Australian Management History	6
1.3.2 Essentially American Ideas in the Twentieth Century?	8
1.4 Scope of the Research	9
1.5 Research Questions	10
1.6 Method	11
1.6.1 Historical Investigation	11
1.6.2 Historical Narrative	12
1.6.3 Discourse Analysis.....	12
1.6.4 Diffusion Studies.....	13
1.6.5 Minor Research Projects	13
1.7 Thesis and Central Argument	15
CHAPTER 2: THE ORIGINS OF MANAGEMENT.....	19
2.1 Linguistic Origins	19
2.1.1 Etymology	19
2.1.2 Semantic development	22
2.2 The Origins of Management	25
2.2.1 Early Management Practice	25
2.3 The Emergence of Industrial Management.....	27
2.3.1 The Rise of the Factory Manager.....	27
2.3.2 Early Industrial Managers	28
2.4 The Diffusion of Industrial Management.....	30
2.4.1 The Rise of Management in the USA	31
2.5 The Role of Empire	31
2.6 Chapter Summary	32
CHAPTER 3: AUSTRALIA'S FIRST MANAGERS	35
White Not Black	35
The Tall Ships Arrive	36

The Management Rush

3.1	Early Colonial Development.....	38
3.1.1	Isolation and Adversity	38
3.1.2	Changing Social Order.....	39
3.1.3	Divergent Settlements.....	40
3.1.4	The Shortage of Labour	42
3.1.5	Outrageous Opportunities	43
3.1.6	Original Bureaucracy.....	43
3.2	Economic Independence	44
3.2.1	The Wool Rush	44
3.2.2	Money and Banking.....	46
3.2.3	The Cities Rise: The Chains Break	49
3.2.4	Employers and Employees.....	50
3.3	Australia“s First Managers	53
3.4	Chapter Summary	62
	CHAPTER 4: RUSHES AND RISES	65
	A Prospering Society	65
4.1	Rushes	66
4.1.1	The Gold Rush	66
4.1.2	The Migration Rush	67
4.1.3	The Rush to Democracy.....	69
4.2	Rises	69
4.2.1	The Rise of Public Companies.....	69
4.2.2	The Rise of Manufacturing and Protectionism	73
4.2.3	The Growth of Retail and Promotion.....	74
4.2.4	The Emergence of Big Business	75
4.2.5	The Rise of Trade Unionism.....	81
4.3	The Rise of the Salaried Manager.....	85
4.3.1	Public companies	85
4.3.2	Freedom of Contract	87
4.3.3	The Banking Industry	88
4.3.4	The Pastoral Industry	89
4.3.5	Other managers	90
4.3.6	Theatre managers	91
4.3.7	Managers in Literature	91
4.4	The Crash of the Banks.....	91
4.5	A Progressive Society	93

4.5.1	Nationalism and Federation	93
4.5.2	Education and Universities	94
4.6	Chapter Summary	96
CHAPTER 5: THE RISE OF THE DIRECTING MANAGER.....		99
	Differing Priorities	99
	Technology and Suburbs	100
5.1	From the Backroom to the Boardroom	104
5.1.1	Federation and Factories	104
5.1.2	Companies and Consultants	107
5.1.3	Australia's Service Economy	113
5.2	Business Modernises	115
5.2.1	The Rise of Advertising Agencies	116
5.2.2	Management Consulting	120
5.2.3	The Rise of Industrial Psychology	123
5.3	The Wars and the Depression	126
5.3.1	The War to End Wars	126
5.3.2	The Inter-war Period and the Great Depression	127
5.3.3	World War II	129
5.4	Growth and Expansion	130
5.4.1	Post-War Prosperity	131
5.4.2	The Spreading Branches	133
5.4.3	The Salaried Managers	136
5.4.4	Positions Vacant	139
5.4.5	American Investment and Influence	140
5.5	Journals and Training	143
5.5.1	Trade Publications and Journals	143
5.5.2	Training	145
5.6	Management Education	148
5.6.1	Management Education Overseas	148
5.6.2	Management Education in Australia	148
5.7	Prominent Managers	153
5.7.1	Guillame Delprat (1856-1937)	153
5.7.2	Essington Lewis (1881-1961)	153
5.7.3	Bernard Muscio (1887-1926)	155
5.7.4	Elton Mayo (1880-1949)	156
5.7.5	Fred Emery (1925-1997)	157

The Management Rush

5.7.6	The Business Knights	158
5.8	Chapter Summary	160
CHAPTER 6: THE RISE OF MANAGEMENT		163
A Changing Society		163
6.1	Economic, Political, Social and Technological Revolutions	164
6.1.1	The Whitlam Factor	164
6.1.2	The Overthrow of the Business Knights	166
6.1.3	The Motor Car, the Television and the Computer	167
6.2	The Management Rush	168
6.2.1	Changing Agendas	168
6.2.2	The Power of the Mass Media	171
6.2.3	Managers Arrive in Numbers.....	173
6.2.4	The Rise of Management Education.....	177
6.2.5	The Rise of Management Consulting	182
6.2.6	Journals and Publications.....	184
6.2.7	The Rise of Management Rhetoric	188
6.2.8	Australian Managers“Values.....	188
6.2.9	The Transformation of Business	190
6.2.10	Prominent Managers	193
6.3	Chapter Summary	194
CHAPTER 7: MANAGEMENT DOMINATES.....		197
7.1	Introduction	197
7.1.1	Re-Structures, Strategic Plans, PCs and Management.....	197
7.2	The Market Economy Prevails.....	198
7.2.1	The New Economy	200
7.2.2	Privatisation and Corporatisation.....	202
7.2.3	The Information Technology Revolution	203
7.2.4	Globalisation Favours the Big	206
7.2.5	Business Turns „Cool“	208
7.3	Management Dominates	210
7.3.1	Benchmarking and Best Practice	211
7.3.2	The Ubiquitous Market Survey	211
7.3.3	The Report of the Industry Task Force on Leadership and Management Skills.....	212
7.3.4	The Waterfront Dispute: The First Industrial Assault	218
7.3.5	A Million Managers?	219
7.3.6	The Management Education Machine	221

7.3.7	The Reign of Management Consulting	225
7.3.8	Journals and Publications.....	228
7.3.9	Work Choices : The Second Industrial Assault	230
7.3.10	Management Permeates Public Discourse	231
7.3.11	Australian Managers" Values.....	234
7.3.12	Management Celebrities	236
7.3.13	Intolerance, Affluenza and Fragmentation.....	236
7.3.14	Executive Remuneration	240
7.3.15	Lies, Jibberish and Jargon	242
7.3.16	A Crisis for Capitalism	244
7.4	Chapter Summary	245
CHAPTER 8: CONCLUSION	247
8.1	Research Questions	247
8.1.1	Essentially American ideas throughout the twentieth century?	247
8.1.2	Why the last two decades of the twentieth century?	248
8.2	New View of Australian Management History.....	251
8.2.1	The Slow Rise of the Salaried Manager.....	252
8.2.2	The Management Rush	253
8.2.3	Management Dominates	254
8.2.4	The Future of Management.....	255
8.3	Implications for Theory and Practice.....	257
8.3.1	Theory and Practice	257
8.3.2	Philosophical and Moral Considerations	258
8.4	Implications for Future Research	259
8.4.1	A Time for Consolidation	259
8.4.2	Further Research	260
APPENDICES	261
REFERENCES	299

APPENDICES

APPENDIX 1	Australian Population Growth 1790-1900.....	261
APPENDIX 2	Value of Major Exports, NSW (including Port Phillip) and Van Diemen's Land 1822-50.....	262
APPENDIX 3	Indicators of the Economic Structure of Eastern Australia, about 1850 and 1890	263
APPENDIX 4	Banks and Branches by State 1817-1910	265
APPENDIX 5	Australian Banks and Branches 1817-1914.....	266
APPENDIX 6	Australian Dictionary of Biography Managers 1788-1900	267
APPENDIX 7	Australian Dictionary of Biography Managers 1901-1966	271
APPENDIX 8	SMH Advertisements for Managers 1954-1974	276
APPENDIX 9	Prime Ministers of Australia.....	284
APPENDIX 10	Australian Gross Domestic Product 1960-2006	286
APPENDIX 11	ASX All Ordinaries Index Milestones.....	286
APPENDIX 12	Australian Share Price Movements 1900-2009	287
APPENDIX 13	Number of MBA Providers, 1963 - 1994	288
APPENDIX 14	Leading Australian Management Consultancy Firms, 1985	289
APPENDIX 15	Management Trade Publications 1910-2009	290
APPENDIX 16	History of the MBA	293
APPENDIX 17	Students Enrolled in Management and Commerce	295
APPENDIX 18	Students Enrolled in Higher Education - Broad Field of Study	296
APPENDIX 19	New Australian Management Periodicals 1910-2009	298

TABLES

Table 1	Early Australian Newspapers	14
Table 2	Year of Earliest Citation for words manage etc	20
Table 3	Initial Citations and Half Century	21
Table 4	Inquiries To Boulton and Watt.....	28
Table 5	Population of Main Cities and Towns in 1851	68
Table 6	Australian Population Growth 1850 - 1900	68
Table 7	Formation of Public Companies 1851 - 1900	72
Table 8	NSW Government Railways Employees 1858 – 1929	76
Table 9	Miles of Railway Open 1860 – 1900	77
Table 10	Australia Banks and Branches 1850-1900	80
Table 11	Foundation of early Australia Universities	95
Table 12	Managers and Total Staff in the Victorian Railways 1905 - 1918.....	112
Table 13	Australian Labour Force by Sector 1891-1981	113
Table 14	Number of firms using the Bedaux system in 1937.....	121
Table 15	Australian Management Consultancy Firms, 1957	123
Table 16	Australian branches of stock and station agents	134
Table 17	Australian Bank branches 1900-1914	135
Table 18	Australian Bank branches 1946-1970	135
Table 19	Growth of Managers 1947-1971	137
Table 20	Advertisements for Managers in SMH 1954 - 1969	139
Table 21	Private Overseas Investment in Companies in Australia 1948-1964.....	141
Table 22	Management Trade Publications 1910-1970	144
Table 23	Subjects in the 1938 Foremanship Course	146
Table 24	Management Programs Offered by Australian Universities in 1970	151
Table 25	Milestones in Financial De-regulation.....	170
Table 26	AGSM Staff in 1977	178
Table 27	AGSM Compulsory Subjects.....	179
Table 28	Number of MBA Providers 1967-1990	181
Table 29	Leading Australian Management Consultancy Firms, 1985.....	183
Table 30	New Australian Management Periodicals 1910-1989	184
Table 31	Australian Management Periodicals 1971-1989	185
Table 32	Australian Gross Domestic Product 1990 - 2006.....	201
Table 33	ASX All Ordinaries Index 1,000 Point Milestones 1985 - 2007	202
Table 34	Total Assets of Top 10 Australian Companies in 1986 and 1997	206
Table 35	Top Five Australian Financial Firms in 1986 and 1997	208

The Management Rush

Table 36	Karpin Report Terms of Reference	213
Table 37	Karpin Report Research Questions	214
Table 38	Karpin Report Perceived Strengths and Weaknesses	216
Table 39	Business Students Enrolled in Higher Education 1990-2007	222
Table 40	Postgraduate Business Students Enrolments 2001 & 2005	223
Table 41	Large Management Consultancy Firms in Australia 1985 and 1997	226
Table 42	New Australian Management Periodicals 1910-2009	228
Table 43	Selected New Australian Periodicals 1990-2009	229

FIGURES

Figure 1	Australian Labour Force by Sector 1891-1981	114
Figure 2	Managers in Australia 1979 - 1989	174
Figure 3	Sex of Managers in Australia 1979-1993	175
Figure 4	Forecast and Actual Managers in Australia	221