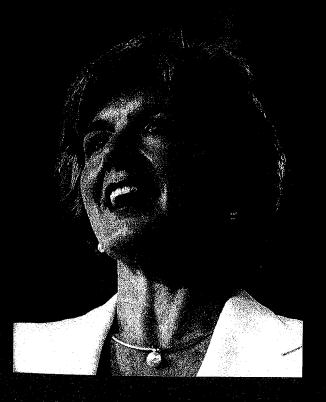


Liberals & Power THE ROAD AHEAD

EDITED BY Peter van Onselen





ne year after their devastating federal election defeat, the Liberal Party remains in disarray.

Peter van Onselen, the co-author of John Winston Howard: The Definitive Biography and Howard's End, has put together a vibrant collection of essays that offers policy analysis, political philosophy and election-winning strategies. They look at Howard's reign and legacy, and craft a narrative for the future.

Liberals and Power is compelling reading for anyone interested in a healthy party political system and a robust democratic state.

Tony Abbott Janet Albrechtsen Julie Bishop George Brandis Wayne Errington Margaret Fitzherbert David Flint Michael Keenan Brad Lancken Robert Manne Brett Mason Greg Melleuish Brendan Nelson Andrew Norton Philip Senior Ainslie van Onselen

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Introduction

Peter van Onselen

On 24 November 2007 the Liberal Party of Australia found itself in a position it had never before been in. Defeated at the federal election, it was also out of power in every state and territory. The highest ranking elected official was Campbell Newman—the Lord Mayor of Brisbane. A veneer of entered what would have to be its darkest days at any time since Robert long one, and in the modern age of professional politics the Labor Party government that much harder for the Liberal Party.

Much has been written since the election claiming that the Liberal Party should have forced Howard out and gone to the polls with Peter Costello as leader. At one level, John Howard's defeat makes this observation a truism—if defeat is the ultimate failure, Costello could not have done better—and entirely plausible that he would have presided over an even cant electoral asset to the Coalition, even though his age and longevity in office contributed to voter farigue with the government. Despite the campaign difficulties the Liberal Party faced, the many constituencies Howard's the 'Howard battlers' over the WorkChoices legislation and the leadership tensions with Costello, Howard left office with a satisfaction rating near

and the highest of any defeated prime minister in Australian history. 50 per cent, higher than his party's primary and two-party-preferred vote,

digit margins. It is tempting to put the current struggles of the Liberal Party to attract support in electorates held by Labor at a state level with double-Party was masked at the federal level by Howard's popularity. He managed the Party up for some time-without it, the Liberals' situation now is far but the truth is that Howard's significant personal vote had been propping federally down to a honeymoon for Kevin Rudd as the new prime minister, more challenging. It may well be that a long-term decline in support for the Liberal

mantra that he would serve as prime minister so long as his colleagues ity for the campaign failure and, indeed, for the government's defeat. His Howard himself said on election night, it is he who must take responsibilleader could replace him and succeed on the government benches. As date. He didn't give the Liberal Party the chance to find out if another depart only when he had overstayed his welcome. In the end, the public wanted him to was a flawed construct. By definition, it meant he would had to do the job for the Liberal Party. None of this excuses Howard's failure to judge his optimal retirement

pare his Party for life after his departure. Incumbency would have helped tively, and out of power in every state and territory. Howard left the Liberal Party at its lowest ebb intellectually and competiand leaving behind a team of MPs used to following his every desire, the Liberals deal with a post-Howard era. By losing an election as leader One criticism that can be levelled at Howard is that he did not pre-

liberal and conservative thought inside and outside the Liberal Party's parin 1996. He casts a critical eye over the direction the Liberal Party took the Howard government, despite publicly admitting to having voted Liberal liamentary ranks. Part I offers a frank and deliberate evaluation of the faces in the coming years. It draws together some of the finest minds of Liberals and Power examines a range of challenges that the Liberal Party Manne, one of Australia's leading public intellectuals, is a strong critic of Howard government by Robert Manne, Tony Abbott and George Brandis.

> assessment of what it would take for him to once again vote Liberal. and the damage it has done to the Liberal Party brand. Manne gives a frank Iraq. He also examines the 'popular conservatism' of the Howard years, under Howard in the key policy areas of climate change and the war in

played to the lowest common denominator and took the populist route. ments. Abbott explicitly rejects the criticisms of the left that Howard did, applying a pragmatic yardstick to the government's many achieve-Howard years. He reminds readers of the good the Howard government prime minister, he is well placed to provide an intellectual defence of the ministers from the Howard government and a close friend of the former of the parliamentary Liberal Party team. A Rhodes Scholat, one of the key Tony Abbott has long been considered one of the foremost thinkers

Brandis's essay is courageous in its criticisms and bold in its suggestions for future party direction. identifying areas of policy he believes the Party needs to re-evaluate. the Liberal Party, is generous in his praise of Howard while simultaneously Senator George Brandis, a senior figure from the moderate wing of

and conservatives often disagree. The essays in Part II show how broad the Liberal Party church can be. in the social policy and social justice areas. On such issues Liberal moderates Reserve Bank, policy differences between the parties may be sharply defined it is sometimes hard to see what conservatives and moderates—liberals keeping the budget in surplus and maintaining the independence of the have in common. If economic issues are broadly agreed upon, such as Rudd embarks on 'fiscal conservatism' as a guiding principle to governance, reasons for non-Labor forces to come together may now be waning. As neatly held together by the Menzies Liberal Party. However, the traditional two-party system consisting of the Labor Party on the left and the non-Labor parties on the right. Since World War II the right of politics has been the Liberals are in Opposition. Australian politics has traditionally had a developing ideologically consistent policies will be more difficult now that Whatever the policy prowess of the Howard government, the task of

resignation during the APEC conference in September 2007. Her piece has a long-time Howard supporter, wrote an opinion piece calling for Howard's Controversial opinion columnist at the Australian Janet Albrechtsen,

a two-term strategy for a return to government federally. Rounding out good deal of optimism as to why conservatives should not be looking at contextualises liberalism in the Australian settlement, while Flint shows a and conservatism on the non-Labor side of politics. Mason's contribution since been seen as a defining moment in his downfall. Albrechtsen pleads and popular policy. However, a party that pursues populism at the expense sider future directions. A leading right-wing academic, he takes the view Melleuish draws on past successes and failings of the Liberal Party to conservative ideals to which the Liberal Party should adhere. Senator Brett the nation. The remaining chapters in Part II examine the liberal and contraditions of the Liberal Party, which she argues are popular and good for with the Liberals not to discard the Howard legacy or the conservative of its philosophy, he argues, will inevitably lose its way. that political parties find it difficult to build a bridge between good policy Part II, professor of politics and history at Wollongong University Greg Mason and Professor David Flint respectively put the case for liberalism

to think clearly about how it approaches the politics of Opposition. Andrew to help promote party messages. In such a climate the Liberal Party needs purposes and no taxpayer-funded advertising campaigns and media units no influential officials to wine and dine the corporate world for fundraising power in every state and territory, there are no ministers or ministerial staff all-important race for power, what issues matter to voters and how the win government it will never get to implement them. Part III examines the also outlines the future trends in its use on the internet. His chapter details the electoral benefits of the internet and advised Liberal MPs on how to gain maximum benefit when campaigning not to get bogged down fighting battles they cannot win. Brad Lancken has nised as the better party to administer. He issues a warning to Liberal MPs the public conscience, identifying policy areas Labor is traditionally recog Norton evaluates the popularity or otherwise of various issues that capture and departments that the Liberal Party can rely on for policy development. Liberal Party can improve its electability in a professional race. Out of A political party can have all the ideas in the world but if it cannot

> well net an electoral advantage. show the policy is one that the Liberals can embrace and one that could representation of women via a quota system. She uses liberal philosophy to troversially suggests that the Liberals follow Labor by formalising the in the Liberal parliamentary ranks. In her essay, Ainslie van Onselen confinal chapter of Part III identifies that women are grossly under-represented concludes that credibility is the key to winning over swinging voters. The An acclaimed author of the history of women in the Liberal Party, she Margaret Fitzherbert examines what it takes to win key marginal seats.

desert the party before the Malcolm Fraser moderates return to the fold. of Howard's departure, Liberals may find the so-called Howard battlers credentials at the same time as presenting a compassionate face. In the wake options including the need for the Liberal Party to preserve its economic it. Philip Senior, co-author of Howard's End, traverses a range of policy and what it can do to best represent the millions of voters who support introduction to a lively debate about the challenges facing the Liberal Party scripts he would like to see the Opposition pursue. It is a fascinating elected Liberal leader after the election defeat, canvasses particular policy to terms with the all-important battle of ideas. Brendan Nelson, who was campaigning, fundraising and organisational reform. They must also come The challenges the Liberals face are not confined to problems with

their position. She is controversial in some of her conclusions. ment to WorkChoices with the electoral reality that they must moderate She details how the Liberals will finely balance their ideological attachthe Liberal Party, Julie Bishop, selected IR as her portfolio in opposition. fort at the 2007 election was industrial relations. The new deputy leader of One policy script that caused the Liberal Party considerable discom-

members of the Liberal parliamentary team, he suggests the economic areas that he believes the Party should focus on. the front bench. As shadow assistant treasurer and one of the younger seat despite Labor's best efforts, and Brendan Nelson promoted him to Western Australian seat of Stirling. Michael Keenan was re-elected to the One of the seats Labor expected to win at the 2007 election was the

To conclude the collection, Wayne Errington analyses the recently forgotten concept of Liberals defending federalism. As Howard's biographer, Errington closely observed the former prime minister's disregard for federalism. He argues that it is a policy script the Party should consider reembracing albeit with realistic expectations.

There are many people to thank for their assistance in the compilation of this collection of essays. Special thanks to Melbourne University Publishing for taking on the project. When I rang Louise Adler to pitch the idea for this book she said: 'Okay, why not? It is exactly the kind of book we should be doing'. For a self-confessed 'leftie' to come on board so quickly showed her professionalism as a publisher. Commissioning leading Howard government critic Robert Manne to examine the former government's track record is my attempt to repay the faith.

I would like to thank each and every one of the contributors to this volume for giving up their time to write valuable contributions to the debate over liberalism, conservatism and the Liberal Party. All have taken the opportunity to write thoughtful pieces with new and interesting ideas. I am particularly grateful to my first three authors who have neatly set up the collection with rigorous and critical examinations of the Howard government, allowing the remaining contributors to look to the future and debate party philosophy.

To the politicians, commentators, think-tankers and academics who have contributed to this collection, I know finding the time to write long contributions is difficult. All did so without complaint and in a timely manner. For the record, Malcolm Turnbull was invited to contribute to this collection but ultimately declined. Thank you to my copyeditor, Richard McGregor, for his time and effort in improving my virgin effort at editing a collection of essays—it could not have been easy. Finally, thank you to my wife for again putting up with the disruption that publishing a book can cause. I sold this project to Ainslie on the understanding that editing a collection is less work than writing a book on your own. Soon after that I asked her if she would be so kind as to contribute a chapter. I hope it was worth the effort.

August 2008

Part I

A Retrospective on the Howard Years

interference by the state creates a dictatorship of good intentions in which government defines the parameters of good decisions and prohibits what it considers to be bad decisions.

Liberal principles are framed to create a fairer Australia. They provide us with the best possible platform for economic growth and they give each and every Australian the opportunity to succeed based on their talents and their work ethic. Although the Liberal Party is politically at its lowest ebb since its foundation by Robert Menzies in the 1940s, the way to win back the confidence of the Australian people is to develop policy platforms that reflect the principles we champion as liberals. We need to strengthen what we believe and then translate it into our policy platform. Australia will continue to be one of the globe's most successful nations if we embrace smaller government and enhanced responsibilities for people and institutions. We will reach our full potential if we can stem the tide of government and allow Australians to take responsibility for their own lives and local institutions. These principles are worth fighting for.

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Federalism and Liberal Thinking

Wayne Errington

A nation Australia's size cannot be effectively governed from Canberra, and attempts to inflate Canberra's power have been rejected again and again by the Australian people.

Malcolm Fraser¹

Our Federation should be about better lives for people, not quiet lives for governments. John Howard²

Quiet governments are the last thing we want. If federalism in Australia has failed, those who have claimed to support it deserve the greatest share of the blame. 'Federalism is taken for granted on the liberal or conservative side of politics and only championed when under perceived threat from federal Labor governments.' While Liberal leaders have preferred to leave the text of the Commonwealth constitution untouched, they have played the leading role, through their extended occupation of federal office, in the way the unwritten rules of Australian politics have evolved. The record of previous Coalition governments on federalism goes to the heart of the credibility of an Opposition that may seek to oppose the new Labor government's attempts to centralise power.

Federalism is important because it can unite liberal and conservative approaches to Australian politics. For liberals, the value of federalism as a way of limiting and balancing power is obvious. Greg Craven argues that

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conflict is clear based appeal. The potential for nationalism and federalism to come into the ideological fissures on their side of politics, and blunted Labor's classtions. Nationalism has helped the non-Labor parties to overcome some of nationalism, efficiency and their characteristic determination to win elec-Conservative leaders weigh federalism against other principles such as part of the Australian constitutional tradition but not an end in itself. pre-occupation'. Yet, for many conservative political leaders, federalism is for constitutional conservatives, defending federalism has been a 'traditiona

of states should be. Notwithstanding their views on federalism, conservapart of conservative leaders can easily be trumped by other factors. rally concerned with national problems, and support for federalism on the Court. Add to this mixture the fact that national political leaders are natu-Australia's liberal polity through elections and appointments to the High tive leaders are certainly not averse to capturing all of the institutions in conservatism, since the constitution is almost silent on just what the powers Further, championing the rights of states is not of itself constitutional

nationalists and centralists (and, of course, leaders with few discernable governance, he was for this reason the most centralising of the three longprinciples at all) sit comfortably in the Australian parliament Australian political system discourages adherence to their principles, while est serving Liberal leaders. Even committed federalists find that the endorsed. Notwithstanding attitudes similar to Menzies when it comes to erned in an era of rapid social and economic reform, most of which he difficult to put his ideas into practice. Howard, on the other hand, govprime ministers on the Australian political system are remarkably similar. view of a federalist, at least), the views of Australia's two longest serving Malcolm Fraser, while ideologically committed to federalism, found it Menzies where centralisation of power is concerned (from the point of While John Howard is often compared unfavourably with Robert

traditions'-parliamentary responsible government derived from Great The Australian constitution represents an 'uneasy combination of two

> as 'declining steadily towards its grave from the moment of its birth'. strain Commonwealth power. Craven thus portrays Australian federalism implied prohibitions and immunities that had hitherto been used to conresponsible government.6 The High Court established in the Engineers Case that the Australian constitution was to be read literally, ruling out the Australian colonies had lacked) rather than an American adjunct to British British balancing act between liberty and power (a balance that the Melleuish sees Australian federalism as a continuation of the traditional Britain, and the United States' constitutionally divided power.5 Greg

states. 11 at the Commonwealth level reduces unhealthy tax competition between government revenue while being responsible for only 65 per cent of vertical fiscal imbalance. Jonathan Pincus argues that centralising taxation total government expenditure. 10 Some commentators are untroubled by with the Commonwealth in 2003-04 raising about 78 per cent of total Australia's level of vertical fiscal imbalance is the highest in the world, that the Commonwealth continues to increase its power over the states. of which is subject to the other in certain core areas? 9 Vertical fiscal imbalance (the term itself implies a hierarchy of governments) has ensured does—with each tier of government 'sovereign in limited fields and neither Australia is still a federation at all, if one defines federalism—as Galligan centralised than any other comparable system.8 We might wonder whether Harry Gibbs noted that Australian federalism had become more

and slowing depending on High Court decisions, and changing perceptions out, however, the centralising trend has been far from uniform, accelerating just a residue on Australia's body politic. As Campbell Sharman has pointed states. To proponents of federalism, those state powers have indeed become specifies Commonwealth powers, but not those 'residual' powers of the hobbled the role of state representation in the Senate. The constitution much neutrality there. The rapid introduction of a disciplined party system exclusive right to propose referendums for constitutional change. Not stitution'. 12 The Commonwealth appoints High Court judges and has the tion of power. The High Court, purportedly an umpire between the Commonwealth and the states, 'represents a major design flaw in the con-A number of factors have influenced this trend towards centralisa-

were never sovereign'.14 posits that the framers of the constitution, Alfred Deakin in particular, of national needs during times of conflict and peace, prosperity and and consequently policy, dominance. Under this formulation, 'the states recession.13 Indeed, not all observers see the dominance of the were fully aware that the Commonwealth would emerge with financial Commonwealth as an aberration. The idea of 'cooperative federalism'

governments from different political parties or through the election of a the notion of divided power, whether in their choice of state and federal sense, it is alive in a political sense. 15 Australians seem comfortable with efficiency and reform are the catchwords. through³¹⁶ is anathema to contemporary public administration, in which Senate with a government minority. By contrast, the idea of 'muddling has been asked. If Australian federalism is in terrible trouble in a legal Australian public's defence of federalism on the few occasions on which it The historical pattern of centralisation marks a contrast with the

are usually a matter of inter-governmental negotiation rather than government have become more important in the lives of their citizens.¹⁷ innovation. 18 though, that vertical fiscal imbalance leaves room for states to evade Commonwealth fiat. Even supporters of cooperative federalism recognise, Due to the lingering political salience of state governments, tied grants states considerable influence in our daily lives. Indeed, all levels of criminal law, although not immune to Commonwealth action, gives the accountability for service delivery and gives them little scope for policy with economics should not blind us to the fact that their power to legislate The states still have important roles. Our contemporary obsession

difficult to find among the most successful Liberal Party leaders If contemporary Liberals are looking for federalist role models, they are ent trend since the 1920s of centralisation of power in the Commonwealth. in getting us to this point. While some federalists contrast the attitude of to bear in mind that Coalition governments have played a significant role Howard towards federalism with that of Menzies, the facts show a consist-However one describes the current state of federalism, it is important

Menzies, Fraser and Howard on Federalism

fellow traveller: Defenders of federalism, such as Greg Craven, like to cite Menzies as

government designed to protect those qualities of freedom, balance, reality of Australian government ... it was an organising principle of community and difference dear to liberals and conservatives. 19 [He] comprehended that federalism was not just a regrettable historical

That's not how John Howard remembered his hero

national government that enabled those aspirations to be achieved.20 nomic growth, on a sense of national unity and on opportunities for And he developed priorities in national policy making and a role for their children that were greater than they themselves had experienced jobs, on raising living standards, on home ownership, on high ecoof the Australian people. He understood the priority they placed on Menzies' political genius lay in that basic affinity with the aspirations

of referendums expanding Commonwealth power, and all of which save one were voted down: prime minister. In opposition, Menzies used federalist arguments to attack Communist Party was his only foray into formal constitutional change as under Commonwealth power, Menzies' failed attempt to ban the win constitutional referendums, including a proposal to bring civil aviation nationalist and pragmatist. Having failed in 1937 as attorney-general to Labor's plans for postwar reconstruction, which were the subject of a series Menzies would appear to be a durable political ghost-federalist,

body.21 sun? The generalising and concentrating all cares and powers into one the rights of men in every government which has ever existed under the functions he is competent to fulfil. What has destroyed liberty and but to divide it among the many, distributing to everyone exactly the The way to have good and safe government is not to trust it all to one,

not the true test of a political leader's attitude to public administration. services. Liberal prime ministers have always supported the welfare state in spite of their appeals to individualism. Opposition rhetoric, however, is Always the pragmatist, Menzies supported a 1946 referendum on social

grants increased from 21 to 32 per cent of states' revenue.23 Whitlam's were often the initiative of state governments wrestling with growing Specific Purpose Grants increased from the early 1950s.²² These grants problem. At a special premiers' conference in 1953, agreement on a formula agement, which Menzies accepted, provided little incentive to solve this vertical fiscal imbalance. The Keynesian paradigm of economic manas much as a federalist principle), Menzies did little to solve the problem of committed to halting the growth of central government (as an anti-socialist version of New Federalism represented an acceleration of a clear trend health had been established. Under successive Coalition governments, tied Menzies' retirement, significant Commonwealth roles in water, electricity, through its superior data collection and technical expertise. By the time of developed an advantage over the states in inter-governmental relations infrastructure demands but tight budgets. The Commonwealth had also While Federal Assistance Grants to states remained untied, the number of tor returning some income taxing powers to the states proved elusive. industrial and agricultural research, housing, transport, education and Menzies was a responsible-government man first and foremost. While

Reflecting on his record, Menzies underlined his pragmatism:

governments, there resides one of the true protections of individual the National Government, should be without power to do things which more and more, it is frequently ludicrous that the National Parliament, becomes more complex, as international affairs engage our attention freedom. And yet how true it is that as the world grows, as the world the division of powers between a Central government and the State are really needed for the national security and advancement.24 I am a Federalist myself. I believe as I am sure most of you do, that in

penchant for nation-building that has proved irresistible to any prime min-Menzies charted a course between in-principle support for federalism, the ister, and opposition to the perceived socialism of his opponents. Given the

> difficult vantage point from which to promote federalism. Malcolm Fraser was to discover, the prime ministership of Australia is and without a national conservative party that would explicitly defend federalism, Australia's constitution could head in only one direction. As limitations of the document itself, and its interpretation by the High Court,

responsible government could not prevent the Senate blocking supply to brought Fraser the prime ministership. Gough Whitlam's advocacy of his administration. elements of socialism which Liberals abhor^{2,25} Federalist institutions system of government offers Liberals many protections against those federalism. He was explicit in reminding the Liberal Party that 'a federal Cabinet. Yet he was also a firm believer in limited government, including Commonwealth level within the Department of Prime Minister and Fraser was a strong leader who in office centralised power at

own concerns in policy areas such as the environment and Aboriginal affairs ensured a good deal of centralisation. 27 reversed Fraser's early efforts to reform the Loans Council; and Fraser's room for fiscal largesse for the states; moves towards financial deregulation larger concerns about economic management. The federal budget had little come off second best. The goals of New Federalism were undermined by policy goals conflict with abstract concerns such as federalism, the latter tion. Even under a committed federalist such as Fraser, if Commonwealth established. The Fraser government's failure to achieve this goal says someshort-lived Advisory Council on Inter-Governmental Relations was also thing about the inevitably of centralisation under the Australian constituof specific purpose grants, which had grown steadily for two decades. A also to increase the value of untied state grants by decreasing the value how much income tax would be raised. The intent of New Federalism was Commonwealth income tax, although they had no influence over just bility. Under his New Federalism package, states received a fixed share of had learnt to hide behind this problem as a means of escaping accountaredistribution of power within the federation, and that state governments was aware that vertical fiscal imbalance stood in the way of any genuine people's needs are to be met in ways most sensitive to those needs'.26 He Fraser believed that 'a real decentralisation of power is required if

electoral considerations:28 Dam issue was a forthright application of federalist principles ahead of Fraser's reluctance to involve the Commonwealth in the Franklin

national conventions. My government will not seek to change the balance of our federal system by subterfuge.29 attempt to wrest power from the states by mere accession to inter-It would be a dangerous course indeed for the Commonwealth 5

and build upon the centralising programs of Labor governments. change of a centralist nature, have been perfectly willing to consolidate perspective, Coalition leaders, while opposed to formal constitutional ment from Labor proposals. Looking at the issue from the opposite tance of federal institutions in protecting the principles of limited governrather than a reversal in the centralising trend. Fraser warned of the impor-On balance, however, events conspired to make the Fraser years a pause

sible government (selective though that advocacy may have been when it should be seen in this light. servative orthodoxy in so many ways. Howard's departures from federalism tant to his success because his government departed from Australian coninterest' in everything from foreign policy to industrial relations was impor that proved compelling to its target audience. His mantra of the 'national came to ministerial responsibility), Howard was quick to claim a mandate University of Sydney contributed to this outlook. An advocate of responwas nationalist, not federalist. His education at the law school of the Australian nationalism over 'state parochialism'. 30 His political philosophy for his election victories and weaved a narrative of Australian nationalism John Howard came to power. Throughout his career, Howard promoted Australian federalism, then, had been greatly weakened long before

interventions in the laws of the territories; a national system of industrial schools on everything from curricula to flagpoles; university management, encompassed such areas as gun control; a steady stream of intervention in federally funded technical colleges that duplicate state provision; numerous est centralisation of power since World War II'.31 This centralisation The Howard government is purported to have undertaken 'the great

> not matched with action. efficient and accountable—health—the Howard government's rhetoric was where greater Commonwealth intervention would arguably be both more mental groups for returning some powers to the states. Yet, on the issue of environmental legislation was an exception, drawing the ire of environsmaller initiatives aimed at national uniformity. His government's revamp relations; road funding allocated directly to local government; and many

solving problems and coming up with new ideas. was a conservative government that wanted to be seen to be continuously his preferred issues, then someone else would fill the vacuum. The result Menzies' day. Howard knew that if he didn't set the political agenda with partly because of the way media coverage of politics had changed since and a public weary of more than two decades of little else but economic reform. The proactive nature of the Howard government came about lobby and financial commentariat calling for constant economic reform since Menzies' day. Howard found himself caught between a business showed how the expectations on conservative governments had shifted process regardless of its effects on federalism. Howard's experience also legislation per sitting day, such a volume was an affront to parliamentary the sixty-nine years from 1901 to 1969? 32 At nearly a hundred pages of Parliament passed the same volume of primary legislation as it passed in government legislated. Between 2000 and 2003, 'the Commonwealth decessors was the breathtaking pace at which his notionally conservative The substantive difference between Howard and his Coalition pre-

aside federalism. WorkChoices was the best example: Howard added economic efficiency to the list of reasons for brushing

systems.33 relations. And this can only be achieved at present by removing the dead weight of Labor's highly regulated State industrial relations characteristic of the Government's philosophy in the area of workplace have the freedom, the flexibility and the individual choice which is driven by our wish that as many businesses and employees as possible The desire to have a more national system of industrial relations is

may be the only part of the Howard industrial reforms that endures. 'Menzies praising the [old] system's contribution to peace and productivacknowledged his departure from Menzies on this issue. He recalled atory provisions weighed in at less than a thousand pages. Howard Such rhetoric would be more convincing had that legislation and its explanity'.34 Given Rudd Labor's victory in 2007, the centralisation of the system

stream for the states provided by the Goods and Services Tax (GST): tion. Howard defended his record on federalism by pointing to the revenue Council of Australian Governments that left the premiers in a weak posi-The Howard government inherited revised arrangements for the

took over income tax powers through the exercise of the defence power the most important federalist breakthrough since the Commonwealth Through the introduction of the GST, the Government has delivered during World War II.35

also solved a crisis in state taxation brought on by a High Court judgment sity for the Howard government, ensuring voters that the new tax (or the to talk about it in his maiden parliamentary speech.36 problem of vertical fiscal imbalance. He must be one of the few politicians on excise. Yet Howard has shown a career-long interest in solving the was an important aspect of the government's sales strategy for the GST. It ensure a reliable source of funding for schools and hospitals. That, indeed, 'new tax system', as the expensive government advertising put it) would Directing GST funds to the states was often portrayed as a political neces-

ments, even after the abolition of numerous state taxes, than they would inter-governmental agreement on tax reform allows the states to spend under the present government. as health and education.³⁸ There seems little prospect of that happening the Commonwealth withdraw from direct involvement in policy areas such have otherwise been.³⁷ Some have argued that the logic of the GST will see South Wales, the states are financially better off under the present arrange-GST revenue however they wish. With the important exception of New ment's record would have been one of acceleration of existing trends. The Were it not for the introduction of the GST, the Howard govern-

> ments is unsurprising. direction, if not the pace, of Commonwealth intervention of their governministership. In this light, their weak attachment to federalism, and the Commonwealth had been established before either assumed the prime an outlook of constitutional conservatism. The dominant role of the environment and to set the political agenda. Menzies and Howard shared government endeavour untouched. Howard showed a willingness to legislate prodigiously, both to bring about a preferred social and economic Howard's unique blend of populism and ideological zeal left few areas of the uses of government power more generally. In contrast to Menzies, Howard is only partly due to their differing attitudes to federalism and to government towards the states'.39 The difference between Menzies and political pragmatism and policy objectives determined the attitude of the government is concerned, 'far more than its Coalition predecessors, as constitutional conservatives and as nationalists. Where the Howard distribution of power in Australia, Menzies and Howard were able to act With the High Court enabling a consistent centralist drift in

more strongly now, with Labor in power. Labor governments to legislate as they see fit should resonate with them a seemingly benign centralisation of power simply clears the way for future between John Howard and Gough Whitlam', 40 Fraser's warning that even government has been all but expunged from the memory of the parliamen straints than its predecessors, having guaranteed the states access to GST Federalism floundered due to the difficult economic circumstances that While contemporary Liberals bristle at the thought of a 'unity ticket tary Liberal Party, other than as a catchword for wasted opportunities revenue, and enjoying a healthy budgetary position. Malcolm Fraser's Australia then faced. The Howard government faced fewer fiscal conhere, too, federalism is being swamped by other concerns. Fraser's New powers to the Commonwealth in the interests of party unity suggests than of Coalition leaders referring (or promising to refer) industrial relations may in this light be more effective coming from the states. Yet the record only hope to stem the tide of centralisation. Federalist political leadership Leaders such as Fraser, who value federalism as an end in itself, can

anti-terrorism, and making an effort to ease the problem of vertical fiscal approach to federalism should, however, be seen as a pragmatic oneapproach to government probably makes the claim of Craven and others seems inevitable in a federation. power as common-sense solutions to the bickering and blame-shifting that appealing to nationalistic sentiment and marketing the centralisation of imbalance. The Rudd government looks set to continue this approach, dealing productively with premiers in areas such as water resources and that it was the most centralist in some decades an accurate one. Howard's The Howard government's combination of longevity with an activist

conservatism has drifted towards a radicalism and centralism that mirrors tional, social and economic order should also ring true. Yet Australian conservatives, the value of federalism in protecting the existing constituliberals and conservatives. To liberals, the value of a system of government of nationalism, any government program seems to be justified the governing philosophy of its parliamentary opponents. Under the guise that divides power within and between tiers of government is obvious. To Federalism is one of the few political philosophies that can unite

ment's complex and centralist industrial relations legislation illustrates the profitably turn their attention to the current trend for governments of all concerned. Liberals and conservatives who value federalism would most ism have always trumped federalism where Australian political leaders are core concern of Australian conservative leaders. Pragmatism and national legal nature of Australian federalism, is that federalism has never been a Brennan High Court. 41 More problematic, given the political rather than fight to defend federalism by, among other things, the rights agenda of the the very idea of limited government efficiency. This has had a corrosive effect not just on federalism but also on and more state intervention has been justified in the name of freedom and contradiction at the heart of contemporary Australian conservatism. More types to reform every institution within their grasp. The Howard govern-Craven argues that conservatives have become distracted from the

signs are that Labor sympathies will not prevent state governments from attempts by the Rudd government to further centralise power. The early From Opposition, the Coalition should treat with scepticism any

> to change the text of the constitution to achieve his reformist ends. The health system, for example, may prove popular. Rudd is unlikely to attempt accommodates the centralisation of government activity. Centralising the should be realistic about what can be achieved when the system so readily Howard government has shown him that he doesn't need to. grumbling about their lot, but that the Commonwealth's financial advantages will ensure that it sets the agenda in federal relations. Federalists

Notes

3 John Howard and the Australian Liberal Tradition

- 1 Robert Menzies, 'The Revival of Liberalism in Australia', in R Menzies, Afternoon Light: Some Memories of Men and Events, Cassell, Melbourne, 1967, p. 286.
- 2 John Howard, The Liberals, ABC Television, 1995, episode 4.
- 3 Omitting Menzies' period of service in the Victorian parliament 1928-34.
- 4 Wayne Errington and Peter van Onselen, John Winston Howard: The Definitive Biography, Melbourne University Press, Carlton, 2007, p. 216.
- 5 Kim Beazley, House of Representatives, *Debates*, 27 September 2001, p. 31 682.
- 6 Paul Kelly, The End of Certainty: The Story of the 1980s, Allen & Unwin, Sydney, 1992, pp. 1–16.
- 7 ibid., p. 7. See also Geoffrey Sawer, Australian Federal Politics and Law 1901-1929, Melbourne University Press, Carlton, Vic., 1956, pp. 47-8.
- John Stuart Mill, On Liberty, ch. 5.
- 9 JA La Nauze, Alfred Deakin, vol. 1, Melbourne University Press, Carlton, Vic., 1965, pp. 106–7. See generally Stuart Macintyre, A Colonial Liberalism, Oxford University Press, Melbourne, 1991, for the intellectual world and values of the late nineteenth-century Victorian liberals.
- 10 On Griffith, see George Brandis, 'Griffith and Early Colonial Liberalism in Queensland', in Michael White and Aladin Rahemtula (eds), Sir Samuel Griffith: The Law and the Constitution, Lawbook Co., Sydney, 2002, pp. 111–23; on Kingston, see Margaret Glass, Charles Cameron Kingston: Federation Father, Melbourne University Press, Carlton, Vic., 1997; and on Inglis Clark, see Richard Ely, 'Inglis Clark's Religious Liberalism', in

- R Ely (ed.), A Living Force: Andrew Inglis Clark and the Ideal of Commonwealth, University of Tasmania, Hobart, 2001, pp. 113-39.
- 11 'The non-Labour members were usually classified as "Protectionists" or "Freetraders", since tariff policy was the most important issue on which they could be divided ... the conservatives constituted the right wing of the Freetraders': Sawer, Australian Federal Politics and Law, p. 15.
- 12 In 1906, the free traders adopted the parliamentary name 'Anti-Socialists'.
- 13 This was the position of Bruce Smith in Liberty and Liberalism, Longmans, London, 1887. This neglected work, written by a NSW Free Trade politician who was subsequently elected to the first federal parliament, is the only major book on liberalism written in Australia in the nineteenth century. Smith, described by one contemporary as 'the one man in the House who understood political economy', was an ardent opponent of Deakinite 'welfare liberalism'. However, his political career did not flourish because of his enmity towards Reid, whom he considered a charlatan: Martha Rutledge, 'Smith, Arthur Bruce (1851–1937)', Australian Dictionary of Biography, vol. 11, Melbourne University Press, Carlton, Vic., 1988, pp. 637–9.
- Independent Studies, Sydney, 2001, makes this case. This development has been paralleled by the rise in influence of the Sydney-based Centre for Independent Studies, which by the time of the Howard government had overtaken the Melbourne-based Institute of Public Affairs—for most of its history, although not recently, a bastion of Deakinite orthodoxy—as the centre right's pre-eminent think-tank. In 2005, the CIS republished Smith's Liberty and Liberalism (see note 13) as part of its revisionist campaign to reclaim the mantle of early liberalism from the Deakinites. See also Melleuish's introduction to the CIS edition on the differences between the Melbourne and Sydney liberals.
- of Biography, vol. 18, Melbourne University Press, Carlton, Vic., forth-coming. I am grateful to the author for supplying me with an advance copy of this article and for elaborating on this theme in our private conversations. On McMahon's policy differences with McEwen, see also Alan Reid, The Gorton Experiment, Shakespeare Head, Sydney, 1971, pp. 168ff, and Peter Sekuless, 'William McMahon', in Michelle Grattan (ed.),

- also a Free Trader. other post-Fusion NSW non-Labor leader, Joseph Cook (1913-14), was Australian Prime Ministers, New Holland, Sydney, 2000, p. 318. The only
- 16 Paul Hasluck, Sir Robert Menzies (The Daniel Mannix Memorial Lecture, 1979), Melbourne University Press, Carlton, 1980, p. 25.
- 17 Alan Martin, Robert Menzies, vol. 2, Melbourne University Press, Carlton Vic., 1999, p. 8.
- 18 ibid., p. 10.19 Hasluck, Sir Robert Menzies, p. 25.
- 20 See Judith Brett, Robert Menzies' Forgotten People, Melbourne University by the 'Forgotten People' talks and the values they reflect. Press, Carlton, 2007, for the fullest treatment of the social milieu evoked
- 21 Robert Menzies, The Forgotten People, Angus & Robertson, Sydney, 1943, p. 10.
- 22 ibid., p. 28.
- 23 Robert Menzies, 'Our Liberal Creed', in Thomson, Brandis and Harley Melbourne, 1986, p. 63. (eds), Australian Liberalism: The Continuing Vision, Liberal Forum
- 24 In a seminal article published in 1957, Samuel P Huntington makes the Science Review, June 1957, pp. 454-73. political position: 'Conservatism as an Ideology', American Political used in political discourse: as a self-sufficient ideology and as a relative distinction between the two senses in which the word 'conservatism' is
- 25 And, in the case of domestic aviation, a statutory duopoly in which one of the players was a government-owned enterprise.
- Martin, Robert Menzies, vol. 2, pp. 530-1.
- 27 Hasluck, Sir Robert Menzies, pp. 25-6.
- 28 Menzies, The Forgotten People, pp. 11-12.
- 29 ibid., p. 13.
- 30 ibid., p. 126.
- 31 ibid., p. 13.

32

Paul Hasluck, The Government and the People 1939-1941, Australian conversations with John Nethercote. 'Mr Menzies' Anti-Communism', Quadrant, May 1996, pp. 47-56; and Martin, Robert Menzies, vol. 2, pp. 81, 576-7; Arthur Fadden, They Called Me Artie, Jacaranda, Brisbane, 1969, pp. 97, 99-100; Alan Martin, War Memorial, Canberra, 1952, appendix 3 and in particular p. 588;

- 33 Martin, Robert Menzies, vol. 2, pp. 468ff.
- 34 ibid. pp. 388–99.
- 35 The depth of Menzies' feeling for universities is revealed in his little-known the Prime Minister of Australia, Longmans, London, 1941, pp. 78-82. University, April 1941), in R Menzies, To the People of Britain at War from award of honorary doctorates by Queen's University, Belfast, and Bristol first became prime minister; and in 'The Universities' (addresses upon the University Press, Carlton, 1939, which was delivered only six days after he Commencement Address, Canberra University College 1939), Melbourne lecture 'The Place of a University in the Modern Community' (The
- 36 Compare John Howard's remark that 'this nation made a great cultural to Menzies Research Centre, 11 April 2005, p. 6. error a generation ago when we embraced uncritically the notion that the highest path of success for a young person was to go to university': address
- 37 Heather Henderson, 'On Great Prime Ministers', Quadrant, April 2008, p. 2.
- 38 Tom Frame, The Life and Death of Harold Holt, Allen & Unwin, Sydney, 2005, p. 134.
- 39 Harold Holt, The Liberal Tradition in Australia—Alfred Deakin: His Life and Our Times (The Alfred Deakin Lecture, 1967), Alfred Deakin Lecture Trust, Melbourne, 1967.
- 40 Ian Hancock, John Gorton, Hodder, Sydney, 2002, pp. 402-4.
- 41 Frame, The Life and Death of Harold Holt, pp. 160-1; and Kelly, The End of Certainty, p. 4.
- 42 Mark Lopez, The Origins of Multiculturalism in Australian Politics ing Fraser to this position. Note the key role of Fraser's 27-year-old adviser Petro Georgiou in bring-1945-1975, Melbourne University Press, Carlton, Vic., 2000, p. 440.
- 43 Personal recollection of the author.
- 44 Errington and van Onselen, John Winston Howard, pp. 36ff.; and conversations with Christopher Puplick.
- 45 Carrick's blend of pragmatism and orthodoxy is apparent in his essay 'The Liberal Party and the Future', Australian Quarterly, June 1967, pp. 36-44.
- 46 House of Representatives, Debates, 26 September 1974, p. 1912.
- 47 Thus leapfrogging Ruddock, who, although elected to parliament a year under Howard. earlier, was to wait twenty-three years for ministerial office-ironically,

- 48 Errington and van Onselen, John Winston Howard, p. 68.
- 49 David Barnett, John Howard, Viking, Melbourne, 1997, p. 74.
- 50 ibid., pp. 153-5; Errington and van Onselen, John Winston Howard, pp. 67-9.
- 51 Barnett, John Howard, pp. 92-3, 134; Kelly, The End of Certainty, p. 49; and conversations with Paul Kelly.
- 52 Kelly, The End of Certainty, p. 102.
- 53 John Howard, cited in Patrick O'Brien, The Liberals: Factions, Feuds and Fancies, Viking, Melbourne, 1985, p. 32.
- 54 ibid., p. 31.
- 55 ibid., pp. 31-2, 86.
- 56 John Howard, cited in Kelly, *The End of Certainty*, pp. 259–60. This period is described at length by Kelly at pp. 95–123 and 252–70; its antecedents are described at pp. 34–53.
- 57 ibid., p. 261. The papers of the conference were subsequently published as Arbitration in Contempt, HR Nicholls Society, Melbourne, 1986.
- 58 Previous lecturers had included the Victorian Liberal politicians Holt, Fraser, Peacock, Philip Lynch, Tony Street and Sir Rupert Hamer, as well as the Queenslander Jim Killen.
- 59 John Howard, *The New Challenge of Liberalism* (The Alfred Deakin Lecture, 1986), Alfred Deakin Lecture Trust, Melbourne, 1986, pp. 4–5.
- 60 John Howard, address to the 'Australia Unlimited' Roundtable, 5 May 1998, p. 4.
- 61 George Megalogenis, The Longest Decade, Scribe, Melbourne, 2006, p. 195.
- 2 Menzies, Afternoon Light, p. 288.
- 63 See, for instance, John Howard, 'A Fair Australia' (Third 'Headland' Speech), 13 October 1995, p. 7.
- 64 John Howard, address to 47th Federal Council, 4 July 1999.
- 65 Errington and van Onselen, John Winston Howard, p. 70; and conversations with John Howard. In 1984 he described his support for the Sex Discrimination Act as his 'one semi-flirtation with small-"!" liberalism and socialism': O'Brien, The Liberals, p. 31. Presumably he was speaking tongue-in-cheek.
- 66 John Howard, 'The Australia I Know' (The Weary Dunlop Lecture, 1997), 11 November 1997, p. 10.

- 67 John Howard, address to the Menzies Research Centre, 11 April 2005, p. 6.
- 68 John Howard, Australia Day address, 26 January 2001, p. 2
- 69 John Howard, 'A Sense of Balance: The Australian Achievement in 2006', Australia Day address, 25 January 2006, p. 5.
- 70 See, for instance, Tony Abbott, 'Beyond Ideology', speech to Young Liberal Movement National Convention, 6 January 2001; and 'A Conservative Case for Centralism', *The Conservative*, September 2005, p. 4.
- 71 John Howard, 'Building a Stronger and Fairer Australia: Liberalisation in Economic Policy and Modern Conservatism in Social Policy', address to 'Australia Unlimited' Roundtable, 4 May 1999, pp. 6–7.
- 72 John Howard, 'The Role of Government: A Modern Liberal Approach' (First 'Headland' Speech), 6 June 1995, p. 7.
- 73 Howard, The New Challenge of Liberalism, pp. 6-7, emphasis in original.
- 74 ibid., p. 10.
- 75 Stephen Parker and Rodney Fopp, 'The Mutual Obligation Policy in Australia: The Rhetoric and Reasoning of Recent Social Security Policy', Contemporary Politics, 2004, pp. 258–69; 'The Obligation is Mutual: Discussion Paper on Mutual Obligation', Catholic Social Services Australia, Canberra, 2007.
- 76 John Howard, inaugural Prime Minister on Prime Ministers Lecture, 3 September 1997, pp. 2-6.
- 77 Menzies, The Forgotten People, p. 28.
- 78 Howard, 'Building a Stronger and Fairer Australia', p. 7.
- 79 John Howard, 'Politics and Patriotism: Reflections on the National Identity Debate' (Fourth 'Headland' Speech), 13 December 1995, pp. 5-6.
- 30 Howard, 'The Role of Government', pp. 3-4.
- 81 John Howard, 'The Liberal Tradition', in Alan Gregory (ed.), *The Menzies Lectures* 1978–1998, Sir Robert Menzies Lecture Trust, Melbourne, 1999, pp. 322, 326.
- 82 Howard, Australia Day address, 26 January 2001, pp. 2-3
- 83 Howard, 'Politics and Patriotism', pp. 4, 12.
- 84 Howard, 'A Sense of Balance', p. 5.
- 85 All categories identified, without qualification, by Menzies in *The Forgotten People*, pp. 11–25.

- 86 A position common to liberal and libertarian philosophers: see, for instance, Mill, On Liberty, ch. 1; John Rawls, A Theory of Justice, Oxford University Press, 1972, pp. 3-4; compare Robert Nozick, Anarchy, State and Utopia, Blackwell, Oxford, 1974, p. 31.
- 87 A point made by FA Hayek in 'Why I Am Not a Conservative', the famous postscript to FA Hayek, *The Constitution of Liberty*, Routledge & Kegan Paul, London, 1960, pp. 397–411.
- 88 Menzies, *The Forgotten People*, pp. 13, 126. 'The Revival of Liberalism in Australia' was Menzies' description of the role of the Liberal Party.
- 89 John Howard, closing address to 47th Federal Council, p. 3.
- 90 John Howard, closing address to 49th Federal Council, 14 April 2002, pp. 5-6.
- 91 John Howard, address at the launch of *The Menzies Lectures* 1978–1998, 27 October 1999, p. 3.
- 92 Howard, address to the Menzies Research Centre, 11 April 2005, p. 1.
- 93 Best expressed, perhaps, in his address to the *Quadrant* 50th anniversary dinner, 3 October 2006.
- 94 Howard, 'Building a Stronger and Fairer Australia', p. 3. Megalogenis, *The Longest Decade*, makes the same point.
- 95 Howard, inaugural Prime Ministers on Prime Ministers Lecture, 3 September 1997, p. 2.
- 96 Howard, address to 'Australia Unlimited' Roundtable, 5 May 1998, p. 7.
- 97 John Howard, address to the Council of the Economic Development of Australia Annual General Meeting, 1998, p. 7 (Q&A).

4 Romanticising Australian Conservatism

- 1 David Marr, 'Pray the Passionless Messiah Is Not Channelling Brother Grim', Sydney Morning Herald, 26 November 2007.
- 2 Kevin Andrews, 'Uphold Beliefs and Our Policies', Australian, 17 December 2007; Concetta Fierravanti-Wells, 'Libs Must Recapture Home Ground', Australian, 19 December 2007.
- 3 John O'Sullivan, *The Pope, the President and the Prime Minister*, Regnery Publishing, Washington, DC, 2007.
- 4 John O'Sullivan, 'The Gipper Lives', Australian, 23 January 2008.
- 5 Geoffrey Howe, 'Mrs Thatcher's Demon Bowler', Observer, 28 January 2007

- 6 John Sergeant, Maggie—Her Fatal Legacy, Macmillan, London, 2005, p. 105.
- 7 David Frum, Comeback—Conservatism that Can Win Again, Doubleday, New York, 2007.
- 8 Peter Saunders, 'Why Capitalism Is Good For the Soul', *Policy*, vol. 23, no. 4, summer 2007–08, pp. 3–9.
- 9 ibid., p. 3.
- 10 ibid., p. 4.

5 Did You Ever See a Liberal Dream-Walking?

- 1 With apologies to the late William F Buckley jnr.
- Paul Kelly, The End of Certainty: Power, Politics and Business in Australia, Allen & Unwin, Sydney, 1994.
- 3 See <www.u2station.com/news/archives/2002/09/bono_on_oprah.php>
- See <www.dir.salon.com/story/books/review/2002/07/16/amis/>
- 5 Also attributed to Thomas Jefferson and Patrick Henry.
- Benito Mussolini, quoted in Mark Mazower, Dark Continent: Europe's Twentieth Century, Penguin Books, London, 1999, p. 14.
- When pressed by an ABC interviewer in November 2007 over whether Labor was still a left-wing party, Kevin Rudd managed to avoid a straight answer: 'I'm not interested in arid debates about left, right, centre, up or down'.
- 8 Robert Conquest, The Dragons of Expectations: Reality and Delusion in the Course of History, Gerard Duckworth & Co., London, 2005, p. 13.
- 9 ihid.. p. 20.
- 10 Peter Saunders, 'Why Capitalism is Good For the Soul', *Policy*, vol. 23, no. 4, summer 2007–08, p. 3.
- 11 Nick Cohen, What's Left? How Liberals Lost Their Way, Fourth Estate, London, 2007.

6 A Successful Conservative Party Ready to Rebuild

1 By ideological, I mean a belief that is not part of and alien to the values held by mainstream Australians. Marxism and various postmodern beliefs are examples. It will be said that the two liberal political traditions best expressed by Burke and Mills are ideologies. I would argue that they are an application of Australian values to politics and government.

- 2 Letter from A Grenfell Price to Robert Gordon Menzies, 13 April 1942 cited in AW Martin, Robert Menzies: A Life, vol. 1, Melbourne University Press, Carlton, Vic., 1993, p. 400.
- 3 Brendan Nelson, House of Representatives, Debates, 13 February 2008.
- 4 It may be argued that Kevin Rudd's taking of the power to decide on the ministry rather than the caucus electing it is evidence that deal-making has ended. The evidence suggests otherwise. The representation of the factions is little different from how it would have been with an election.
- 5 Attempts have been made to copy these but without success. Private enterprise is inherently different from government administration—as it should be.
- 6 Robert Menzies, radio broadcast, 22 May 1942, http://home.vicnet.net.au/~victorp/part2a01.htm, accessed on 18 February 2008.
- 7 The federal entity was defined as 'one indissoluble federal Commonwealth under the Crown'.
- 8 Charles Maurice de Talleyrand-Périgord, the aristocrat, bishop, diplomat and politician who served successively Louis XVI and the Catholic Church, the Revolution, Napoleon I, the restored king Louis XVIII and, after the July Revolution, Louis-Philippe.
- 9 Australian, editorial, 25 February 2008.
- 10 For example, the alleged use of land valuations to favour CBD landowners over small business in Sydney.
- 11 Gough Whitlam, cited in Alex Mitchell, Australian Financial Review, cited in the Australian, 3 March 2008.
- 12 Katherine Betts, 'People and Parliamentarians: The Great Divide', *People and Place*, vol. 12, no. 2, pp. 64–83.
- 13 Kim Beazley snr, cited in Bill Hayden, 'Working Man's Friend', Australian, 29 January 2008, http://www.theaustralian.news.com.au/story/0,25197, 23123026-13243,00.html>, accessed 19 February 2008. Hayden qualified this: 'That may have been a bit harsh in the circumstances, but there was a kernel of truth in there'.
- 14 For a vigorous critique see John Stone, 'Kyoto the Fraud: How Australians Are Being Conned', *National Observer*, no. 75, summer 2007–08.
- 15 Paul Sheehan, Among the Barbarians, 2nd edn, Random House, 1998, ch. 7.

- 16 David Burchill, 'Haunted by Hasty Populism', Weekend Australian, 7-8 June 2008, http://www.theaustralian.news.com.au/story/0,25197,238 22842-5013871,00.html>, accessed 21 July 2008.
- 17 Betts, 'People and Parliamentarians'.
- 18 ALP National Platform and Constitution 2007, 'Respecting Human Rights and a Fair Go for All', ch. 13, para. 158, http://www.alp.org.au/platform/chapter_13.php#13immigration_a_link_to_australias_future_growth, accessed 19 February 2008.
- 19 The greatest achievement of the last Labor government was not in accepting the inevitability of floating exchange rates, or its privatisations too often driven by venality; it was its superannuation scheme.
- 20 Had such a system been in force in the Conservative Party at the time, Margaret Thatcher would probably not have been chosen over Edward Heath.
- 21 Viscount Bolingbroke, On Parties, 1735, p. 108.
- 22 New South Wales v. The Commonwealth (2006) 231 ALR 1; see also Julian Leeser, 'Work Choices: Did the States Run Dead?', Proceedings of the Samuel Griffith Society, vol. 19, 2007, pp. 1–22. While deregulation of the labour market is desirable, the 'big bang' approach was unwise. It would have been better to have adopted a graduated approach, first repealing the so-called unfair dismissals law, which was seriously inhibiting employment by small business.
- 23 David Flint, 'The High Court's Workplaces Decision: Implications for Our Federal System', *National Observer*, no. 72, autumn 2007, pp. 33–43.
- 24 The principal tasks should be to:
- ensure 'vertical fiscal balance', so that the states would be responsible for collecting most of their income and answering to their voters as to how they spend it;
- list those powers where state laws are to prevail. The absence of such a list allowed the High Court to launch and maintain its long adventure in forcing centralism on a reluctant nation;
- cap the extent of the external affairs and corporations powers to the other shared powers;
- ensure that minimum bureaucratic overlap occurs in relation to powers the exercise of which is effectively shared; and

- ensure the states are directly involved (and not just consulted) in determining the membership of the High Court. Why not, for example, allow each state chief justice or a nominee to join the bench as 'ad hoc' justices in federal disputes?
- 25 David Flint, Her Majesty at 80: Impeccable Service in an Indispensable Office, Australians for Constitutional Monarchy, Sydney, 2006, p. 36.
- 26 Edmund Burke expressed this principle succinctly in a speech in 1774: 'Your representative owes you, not his industry only, but his judgement; and he betrays, instead of serving you, if he sacrifices it you your opinion [sic]': Speeches at His Arrival at Bristol, 1774, cited in Anthony Jay (ed.), The Oxford Dictionary of Political Quotations, Oxford University Press, Oxford, 1996.
- 27 Joseph Poprzeczny, 'Australia—A Democracy or Just Another Ballotocracy' National Observer, no. 76, autumn 2008, pp. 7–32.
- 28 John Stone, 'Mr Costello's Repeated Budget Failure', National Observer, no. 73, winter 2007, pp. 13–24, http://www.nationalobserver.net/2007, winter_stone_73.htm>, accessed 21 July 2008.

7 Understanding the Past to Help Shape the Future

- 1 Paul Kelly, The End of Certainty: The Story of the 1980s, Allen & Unwin, Sydney, 1992, pp. 1–16.
- 2 Bruce Smith, Liberty and Liberalism, Centre for Independent Studies, Sydney, 2005 (1887).
- 3 Edward Shann, An Economic History of Australia, Cambridge University Press, Cambridge, 1948, p. 389.
- 4 Geoffrey Blainey, A Shorter History of Australia, Mandarin, Melbourne, 1995, pp. 117-18.
- Shann, An Economic History of Australia, p. 386.
- 6 WK Hancock, Australia, Ernest Benn, London, 1930, p. 193.
- 7 Bryan Caplan, The Myth of the Rational Voter: Why Democracies Choose Bad Policies, Princeton University Press, Princeton, NJ, 2007.
- 8 Vere Gordon Childe, How Labour Governs: A Study of Workers' Representation in Australia, Melbourne University Press, Carlton, Vic., 1964, pp. 71-81.
- Smith, Liberty and Liberalism, p. 296.
- 10 John Anderson, Studies in Empirical Philosophy, Angus & Robertson, Sydney, 1962, p. 311.

8 What the Issue Cycle Brings: The Liberals and Public Opinion

- 1 Much of the polling research on which this chapter is based is available on the internet. See Newspoll, <www.newspoll.com.au>; Roy Morgan Research, <www.roymorgan.com.au>; and for the Australian Election Survey, Australian Survey of Social Attitudes, the ANAP, the NSSS and the Saulwick polls, see the Australian Social Science Data Archive, ">http://assda-nesstar.anu.ed
- Alan Gyngell, Australia and the World: Public Opinion and Foreign Policy, Lowy Institute, Sydney, 2007, p. 10.
- For a detailed analysis, see Andrew Norton, 'The End of Industrial Relations Reform?', *Policy*, vol. 23, no. 4, summer 2007, pp. 20–7.
- These were the 1998, 2000, 2004 and 2007 Australian Election Surveys and the 2003 and 2005 Australian Surveys of Social Attitudes.
- The 2003 and 2005 Australian Surveys of Social Attitudes; the 2004 Australian Election Survey.
- On the quality of private school education: the 2003 and 2005 Australian Surveys of Social Attitudes and the 2007 Australian Election Survey. On government school parents: Saulwick polls, 2004 and 2005.
- The Climate Institute, Climate of the Nation: Australian Attitudes to Climate Change and Its Solutions, Climate Institute, Sydney, 2008, p. 3.
- 8 The questions were as follows:
- If the government had a choice between reducing taxes or spending more on social services, which do you think it should do? (1967–79 ANPAS survey; 1984–86 National Social Science Survey; 1987 and 1993–2004 Australian Election Survey)
- If you had to choose between the federal government increasing social services or reducing taxes, which would you choose? (1974 Morgan Poll)
- Some people think that the federal government should reduce taxes a lot and spend much less on social services. Others think that the federal

government should increase taxes a lot and spend much more on social services. And others have opinions in between. Where would you place yourself on this scale? (1990 Australian Election Survey)

Where grades of support for taxing and spending were available, in all polls from 1986–87 onwards, responses have been aggregated. Following the practice of other researchers, I have translated the 1984 and 1986 National Social Science Survey 'mildly for' more taxing and spending as equivalent to 'depends' in subsequent surveys. The argument for doing so is that there is a consistently large minority (20–32 per cent) of equivocal respondents who choose this option, so including them in either lower tax or more spending overstates support for these options.

- 9 I expand on these arguments in Andrew Norton, Will You Still Vote for Me in the Morning?, Centre for Independent Studies, Sydney, 2004, www.cis.org.au/policy_monographs/pm65.pdf.
- 10 The question asked respondents to rate urgency on a 1 to 5 scale, with 1 marked 'not urgent', 3 marked 'fairly urgent' and 5 marked 'very urgent'. I am counting 4 and 5 as urgent.
- 11 Michelle Grattan and Jewel Topsfield, 'Most Voters Want Action on Warming', Age, 7 November 2006.
- 12 Taverner Poll, reported in the Sun-Herald, 17 February 2008.

10 Credible Candidates Win Marginal Seats

- 1 Interview with Chris McDiven, 22 November 2007.
- 2 Andrew Robb, 'Women in Politics', paper presented to 'Recognition for Women in Australia', Joint Seminar, House of Representatives Standing Committee on Legal and Constitutional Affairs and the Office of Status of Women, Department of Prime Minister and Cabinet, 26 July 1991, p. 1.
- 3 Interview with Senator Judith Troeth, 13 December 2007.
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