The Politics of “Need”

How Washington makes things look worse than they really are

By Randy T Simmons and Ryan M Yonk

Every fiscal crisis is an opportunity to play budget games. This week’s panicked attempts by Congress to deal with the sequester presents a special opportunity for federal agencies to remind the public just how addicted the agencies are to federal spending. These reactions are all part of a predictable pattern, from Leon Panetta crying out that America’s security will be placed at severe risk to the White House claiming that 15,000 defense industry jobs will be lost in Utah alone.

Government agencies create public demand by scaring people into imagining a world without their services. It’s nothing new—this “Washington Monument Strategy” has been in play for over fifty years.

In 1968 when the National Park Service (NPS) was facing budget cuts, they strategically shut down the elevator to the top of the Washington National Monument, claiming that they could not afford to run the elevator. Panicking tourists were encouraged by staff members to contact their congressmen and urge them to oppose NPS budget cuts.

Shutting down the elevator did little to save money, as they could have chosen far more economically efficient budget cuts. But this move by NPS was politically brilliant. It scared voters and motivated them to act to stop the budget cuts. Similar strategies are employed in cities across the nation. When a city is facing tax cuts, they claim they will need to reduce garbage collection or police protection unless taxes are increased.

The “Washington Monument Strategy” is effective because public servants do not face the same pressures as people operating in the market economy. Living outside of the laws of supply and demand, public officials are able to make effective threats to maintain public spending. If a company threatens to pull a product off of the
shelf, consumers can always buy another product. When the National Park Service
shuts down the elevator in the Washington Monument, however, tourists cannot
simply use another elevator. Government monopolies necessitate their own continuation.

The truth of the matter is that the Washington Monument elevator did not
need to be shut down in order to deal with budget cuts. Defense programs that are
vital to national security do not need to be shut down after the sequester. More than
15,000 workers in Utah do not need to lose their jobs in the following year.

There are more effective and efficient ways to cut spending that will have much
lower impacts on the economy.

The Department of Justice, for example, has an already closed agency, the
National Drug Intelligence Center, that is slated to lose funding in the sequester an
easy savings of nearly 20 Million dollars. The Department of Health and Human
Services spends nearly 2 million dollars a year in fees on fully spent but not yet closed
grant accounts. The Department of Defense recently ended the development of the
Expeditionary Combat Support System (ECSS) a program to stream line supply systems
for the Air Force that has been described as a having “negligible” capacity to perform
its duties. Ending this program saves nearly 1 billion dollars.

Every crisis is an opportunity. It is naïve to believe that government agencies
will always or even usually have the public’s best interest at heart. Throwing out
drastic statistics describing potential losses for the public is like shutting down the
elevator at the Washington Monument. It’s an effective strategy to scare people into
taking actions that will prevent their budget from being cut.

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Editor’s note: Additional research
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