African American Cooperatives

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# AAs - Forced Migration & Underdevelopment

- African descended population, forced to migrate to Americas, originally enslaved; eventually left in poorest rural and urban areas;
- Discriminated from jobs, housing, capital.
- High unemployment, low income, poor health access and outcomes, lower education levels, low wealth.
- Internal colonization

### Economic Cooperation as a Strategy for subaltern economic self –determination

#### Du Bois:

We can by consumers and producers cooperation, . . . establish a progressively selfsupporting economy that will weld the majority of our people into an impregnable, economic phalanx.

If leading the way as intelligent cooperating consumers, we rid ourselves of the ideas of a price system and become pioneer servants of the common good, we can enter the new city as men and not mules.

## Economic Marginalization and Segregation

- Forced segregation made it imperative that African Americans join together economically, because the mainstream economy was exploitative, discriminatory, and exclusionary.
- Voluntary segregation was often the way to maintain economic independence and control self help efforts –maroons, communal societies.

### Self Help Ideology

- Marginalization forces subaltern groups such as African Americans to find alternative economic solutions.
- Desire and need for self-help, economics under their own control
- Chance to design & manage needed goods & services in culturally, racially& geographically sensitive ways.
- Hire members of the group, keep money circulating in the community, community benefit from economic development.

#### Gains

- Informal cooperation, and economic solidarity (often hidden or ignored by mainstream and community – often too dangerous)- pre and post colonization
- Provide jobs within the group, raise level of work
- Provide goods and services can't get elsewhere
- Anchor economic development
- Address marginalization and discrimination
- Celebrate and market their culture

#### African American Grassroots Economic Organizing

- Free and enslaved African Americans shared resources; pooled money to buy their own and their family members' freedom, started independent schools, etc.
- Created communities, enclaves, Black businesses and other economic activity insulated from racial discrimination & neglect.
  - Established mutual aid societies -to help cover costs of illness and death, widows and orphans....
  - Less well known aspect integral to the Long Civil Rights movement.

#### AA Co-op Movement parallels Civil Rights Movement

- When tell African American co-op history, many of the players are the same as those who became famous for Civil Rights Activity.
- Early interest in cooperatives as a strategy for economic independence.
- Some Black leaders got their start in the coop movement. Some found co-ops as only viable alternative.

#### **Black Co-op Advocates**

- W.E.B. Du Bois
- A. Philip Randolph
- Marcus Garvey
- George Schuyler
- Ella Jo Baker
- John Hope II
- E. Franklin Frazier
- Jacob Reddix
- Nannie Helen
  Burroughs
- Chancellor Williams

- Halena Wilson
- Father A. McKnight
- Estelle Witherspoon
- John Lewis
- James Foreman
- Fannie Lou Hamer
- Dorothy I. Height
- Nation of Islam
- Federation of Southern
  Cooperatives

#### Late 1800s

- Knights of Labor organized multiracial cooperatives.
- The Colored Farmers National Alliance and Cooperative Union (1886-1891) established cooperative stores/ "exchanges";
- And organized to counter exploitation by white land owners, and violence by vigilantes (KKK).
- Often had to operate underground to stay safe.

#### **Colored Merchants Association**

- Founded by the Nat'l Negro Business League, Montgomery, AL 1927.
- Association of independent grocers organized into a buying and advertising cooperative.
- To support independent Black grocery stores in a harsh market (chain stores).
- 1930-253 stores in the CMA Network.



- 1930s very active period for cooperatives depression increased need for cooperative grassroots economic activity.
- Throughout the 1930s and 1940s there were Black farmers' cooperatives, credit unions, co-op grocery stores, schools, etc.
- Ella Baker and George Schuyler developed the Young Negroes' Cooperative League in 1930 to promote cooperatives in Black communities.

#### Federation of Southern Co-ops

- Founded in 1967 to present
- Coalition of Civil Rights organizations with grassroots local activists – political rights not enough.
- Non-profit organization of state associations to support Predominantly Black cooperatives in southern states.
- Organic farming, marketing, agricultural processing, fishing, sewing, handicrafts, land buying, grocery, credit unions.
- Protect Black-owned land.
- Policy advocacy. Jessica Gordon Nembhard (c) 2013

#### **Role of Women**

Women involved in the co-ops and co-op movement, some historical relationship to women's leadership – because of need?

#### **Freedom Quilting Bee**

- Founding member of the FSC/LAF
- Sewing cooperative started in 1967 by sharecropping women to sell their quilts for extra income.
- Built a sewing plant, and provided other services to the community – child care center, after school programs, summer reading program.

#### **FQB Econ Independence**

- FQB bought 23 acres of land to build sewing factory and to help share croppers (evicted for registering to vote) to farm in peace and to own their own land.
- At its height with 150 members, the coop was the largest employer in the town of Alberta, AL, in 1992.