MINUTES OF THE STRATEGY GROUP

FIRST MEETING: 23rd JUNE 1986

Present: Prime Minister (in the Chair)

Lord President Foreign Secretary Home Secretary

Chancellor of the Exchequer

Chancellor of the Duchy/Party Chairman

Also present: Mr Alison Apology: Chief Whip

Professor Griffiths

Mr Sherbourne Mr Harris

1. Themes and Policy for a Third Term

The Meeting considered how best to draw together themes and policies for the Manifesto and for a Third Term. It was agreed that Back-Bench MPs should be involved. It was recognised that there were strong arguments for involving outsiders with particular talents or expertise also. It was agreed that relevant Secretaries of State should be broadly in charge of policy work. But a number of topics on which work was needed crossed Departmental boundaries. It was agreed that Groups should be set up and begin work as soon as possible, certainly before the Summer Recess, and that they should report by Christmas. Their work would be described as the first phase of Election preparations - whenever the Election should be.

The Meeting considered the need for a Parliamentary programme which could provide a suitable background for a General Election. The Lord President agreed that he, the Chief Whip and Mr Sherbourne would prepare a paper on possible changes in that programme.

There was particular discussion of the Water Privatisation Bill. The Lord President's paper would cover this.

The $\frac{\text{Prime Minister}}{\text{involvement of Back-Benchers in policy work at an appropriate moment.}}$

It was generally agreed that attractive themes were needed around which Departments and those involved in policy work should prepare their proposals. The themes should precede the policies: but specific policy proposals would also be necessary.

It was argued that the Manifesto themes should take full account of Opinion Research findings. The Chairman reported on the Party's Opinion Research programme, results of which were expected by the end of July.

It was agreed that Young & Rubicam would be asked to make a presentation to the Strategy Group on their methods and

WW/JW/SS

PM

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be approached at an appropriate time.

The Group also considered the need to draw on those equipped to suggest new ideas on policy and presentation. The names of David Howell, Leon Brittan, William Davis and Ferdinand Mount were mentioned. The Headmaster of the Brompton Oratory School and Peter Lilley were also suggested for inclusion in work on future policy. It was suggested that both the Institute of Economic Affairs and the Bow Group might have contributions to make. So too would certain Back-Bench MPs.

RH/SS

Mr Harris and Mr Sherbourne were asked by the Prime Minister to produce a paper to be discussed at the Group's next Meeting. This paper would outline possible themes for the Manifesto. It would be based on consideration of the 1979 and 1983 General Election Manifestos and other material. Members of the Group were asked to submit points for inclusion in the paper to Mr Harris or Mr Sherbourne by close of play Thursday 26th June.

WW/GH/DH/NL NT/JW

Consideration would be given by the <u>Party Chairman</u> of the appropriate theme for the Party Conference. <u>Mr Harris</u> would report on who would be delivering the CPC Lecture. [Choice still open]. That Lecture should be given by someone capable of voicing Party aspirations for the Third Term.

NT RH

The Meeting considered the possibility of publishing a document in the Autumn before the Party Conference which would set out future policy: it was agreed that this should not be done.

The Group considered which groups of the electorate should be the focus of publicity and which themes were most appropriate to them. The young and pensioners were two such groups. The theme of 'safety' (covering law and order, pensions and defence) might be important to the elderly.

Public Relations

It was generally agreed that the Government's and Party's public relations needed to be improved. The aim should be to have, say, three or four people of standing in the eyes of the media, preferably young, who could concentrate, in particular, on helping put the Government's case to the newspaper editors.

NL/NT

Both the Chancellor of the Exchequer and the Party Chairman reported on their contacts with businessmen. It was agreed that the Chancellor of the Exchequer's contacts should at some appropriate time put their views on presentation and 'positioning' to the Group. The Chairman would discuss this further with the Chancellor.

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It was argued that the Group should have a clear view about the best line to take against the Party's political opponents.

It was also argued that information packs should be prepared on particular topics for groups of Back-Benchers to put the Government's case in the country.

It was agreed that a paper on public relations, covering the structure and personnel required, the various initiatives planned or under way and the use of the Parliamentary Party, should be prepared at an appropriate time.

3. Public Relations in the Summer Recess

The Group decided that maximum use should be made of the Summer Recess in order to put the Government's views across. It was argued that the NHS and pensions were particularly suitable topics for public relations campaigns. It was decided to ask Mr Fowler to attend the next but one Meeting of the Group. A list of phased campaigns should in due course be drawn up. It was suggested that further topics such as unemployment, education and crime prevention could be included. The Prime Minister would mention at Cabinet the need for initiatives from Departments in August and early September.

Other positive issues on which initiatives should be considered were trade unions and housing.

4. Preparations for the General Election

The Group discussed the preparations needed to place Conservative Central Office on a war footing for an Election.

The Chairman reported on work being undertaken to identify key Constituencies and groups.

The <u>Prime Minister</u> asked that the Conservative Central Office 'War-book', and associated preparations, should be brought up-to-date.

The Group discussed the monitoring of and response to hostile reports in the media. It was agreed that serious shortcomings were evident in some Departments. The Prime Minister would raise this with Cabinet colleagues.

The Group recognised the importance of interest groups in influencing public perceptions of the Government. More needed to be done to stimulate friendly spokesmen to speak publicly. MPs, certain Health Authority Chairmen and Hospital Managers were possible contributors to this exercise.

Next Meeting

The next Meeting will take place at No. 10 on Monday 30th June (precise time to be notified by telephone).

RH/CR

NT/RH

SS

PM

SS

STRATEGY GROUP

1st Meeting: Monday, 23rd June 1986

AGENDA

- Formation of Policy for a Third Term.
- 2. Themes for a Third Term.
- 3. Public Relations
- Public relations during the coming Summer Recess.
- 5. Preparations for the General Election

At the end of the meeting you ought to have set the following work in hand.

- 1. Paper(s) on themes for a Manifesto/Third Term.
- Paper on PR campaigns for the next six months/ twelve months.
- 3. Paper on proposals for PR initiatives during the summer recess.
- 4. Report by the Chairman on his plans at Conservative Central Office for Election.
- 5. Paper putting forward proposals on how to involve Backbenchers.
- 6. We will also need to decide whether you want a large meeting on one occasion to draw in representatives from the Parliamentary Party, CCO and the National Union.
- You may want a special meeting for a Young and Rubicam presentation.
- 8. The group may want to decide whether there should be any outsiders, however organised, to feed in creative ideas to the group (eg. Bill Davis, Ferdie Mount, Geoffrey Tucker??)

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PRIME MINISTER

Strategy Group

I attach a draft agenda for your approval/amendment which I will then make available to members at the meeting.

At the meeting, you will need to decide a programme of work for the Group. When we talked on Thursday, there was a suggestion that a number of these meetings should look at individual policy areas on a departmental basis. I am worried about this approach: it could make the exercise too compartmentalized.

Of course, we will need to know what policy initiatives are in hand in Departments which have a bearing on the Manifesto and a third term, and maybe we should ask (in the first stage) the main Departments to put in a short paper on this subject.

But much the best way to proceed would be: first, to identify the themes of the Manifesto; and, only then, flesh them out with policies.

You will also want to include in the ambit of this group the organisational preparations for an election, though you will have to be careful not to offend the Chairman by treading too hard on his toes. For instance, he wants to discuss with you critical seats. This is something where you may prefer, at least at first, a private meeting with him.

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- 6. We will also need to decide whether you want a large meeting on one occasion to draw in representatives from the Parliamentary Party, CCO and the National Union.
- 7. You may want a special meeting for a Young and Rubicam presentation. (Incidentally, Robin Harris has just reminded me of the Chairman's commitment to use Saatchis at the next election see attached press cutting.)
- 8. The group may want to decide whether there should be any outsiders, however organised, to feed in creative ideas to the group (eg. Bill Davis, Ferdie Mount, Geoffrey Tucker??)

STEPHEN SHERBOURNE

20.6.86

STRATEGY GROUP

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AGENDA

- Formation of Policy for a Third Term.
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PRIME MINISTER

For your approval - Are you content?

SS 20.6.86

the incident on arabout from the Soviet

Gray said the Govern-

nal week d votes

from neighbouring meld, has spoken to a meeting at Belper.

Bill Moore, the Labour-ute, apologetically ex-I that he did not turn up meeting until after Mr and finished speaking and n any case, the engage. ad been arranged before election was called ...

Moore is, however, very iastic about a forth-visit from Mr Ken tone, the former GLC Mr Moore says that the hate figure " has been rmed into a loyal k supporter.

in Ryedale, 100 miles to rth, Mr Marcus Fox, the vative MP for Shipley
sacting as minder to
eil Balfour, the Consercandidate, claims there
no strong Alliance
ntum However, he admits certain apathy " among vative voters.

John Selwyn Gummer, of State for Agricul-nd former chairman of onservative Party, who to support Mr Halfour, the impression that he ent his life leaning on a

lerided the Liberals' agri-it policy and said it mean a statutory mini-ge for pig weaning. Why, ignorant townee Liberals even know that pigs seqentially! rtheless, a chat with far t thier cattle market in wn of Malton indicates any of these traditionally supporters are saying till abstain this time.

nwhile, at a Liberal meet-Thornton Dale in the uency, a bewildered little ked the MPs on the plat-But, when you win the n where will all the Conves go?"

as the politicians say, si hypothetical question.

aution on kfare'

Young stressed that the operating in the US had d full co-operation from ade unions and a large r of other bodies.

Stoddart of Swindon, a frontbench spokesman, ned Lord Young's recogof the need to handle the

with care. believed that the US "smacked of cheap

accident, but he said there was no direct implication for British nuclear policy because of the unique design of the would assess carefully reactor, which is unlike any er report was eventually reactor operating in the UK.

Labour poll lead increases

By Peter Riddell, Political Editor

LABOUR has extended its lead over the Tories in the past month, following its victory in the Fulham by-election and the US bombing of Libya.

A Market and Opinion Research International survey in yesterday's London Standard puts Labour at 39 per cent, ahead of the Tories on 34 per cent, and the Alliance at 25 per cent—its lowest rating for some time.

Over the past month Labour support has gone up three points entirely at the expense of the Alliance.

The poll findings obviously be a fillip to Labour ahead of next week's local elections, though it is equally significant that Government support and the approval ratings for Mrs Thatcher have remained stable over a difficult period.

The fall in Alliance backing is causing concern within the SDP and Liberal leadership. nearly 1,800 adults.

ate with a straw in his Labour moves to trip-Tories

THE Labour Party will this afternoon ... attempt embarrass 47 Tory backbenchers on the subject of carers.

The party is copying the exact wording of a cross-party Commons motion on carers — one of them lasting 40 signed by the MPs in its minutes—on the bill.

motion for an Opposition day The result is that Opposition debate this afternoon.

peers now fear their plans to Commons motion on carers signed by the MPs in its

The Tory backbenchers backed a motion calling on the Government to take urgent action to improve the position of those who care for the disabled and elderly. Ms Harriet Harman, one of Labour's social services team, said the 47 Tories now had a chance to vote for the policies they supported.

Bill change

PROVISIONS redefining the new offence of disorderly conduct were embodied in the Public Order Bill in the Commons last night.

could not be calculated or fore-

Indignant Tory backbenchers accused Mr Kautman of seeking to make political capital out of a dangerous emergency. When Mr. Kaufman called on the Home Secretary to abandon his preconditions for any resump-lit.
tion of talks with the Prison. Mr Hurd assured the House
Officers' Association, they pro- that he was, not dealing in
tested that he was advocating "Saatchi and Saatchi words,"
"giving in to anarchy." preconditions for any resump-tion of talks with the Prison Officers Association, they progiving in to anarchy."
To Labour cheers, Mr Kauf-

man retorted: "Anarchy has been created."

Mr Hurd, who interrupted a debate on the Public Order Bill to make a statement about the prison riots, was repeatedly called on to resign by Labour MPs, who refused to accept his claim that he had not rejected Opposition warnings on Tues-

the information available to advantage out of the develop-him about the outbreaks of ments in the prisons violence was incomplete and Mr Harry Ewing (Lac-initially refused to follow Mr Falkirk East) retorted that the Kaufman in what he described Home Secretary was the as his rigamarole of conten-responsible minister and should tious statements." expect to be criticised for what

tion to your office, and ask them to suspend their action and to come back in the morning to talk

Mr Rees warned that without this approach the breakdown of law and order would get worse and no amount of "Saatchl and Saatchi words" would deal with

He promised a further state-ment today so that the House could be informed more fully about what had occurred and the steps the Government thought it right to take in the future.

iture.
Mr Jerry Hayes (C. Harlow was cheered by his colleagues on the Government backbenches when he claimed that the prison officers themselves would be day. Shocked and horrified by the He attempted to calm the cynical attempts by many atmosphere by explaining that Labour MPs to seek political the information available to advantage out to the control of the control

Gas Bill threatens delay to Lords timetable

THE GOVERNMENT'S plans to under the bill and the inclusion sell British Gas are threatening of tougher consumer safety proto cause a major hold-up for the visions could be wrecked

agers are angry about slow progress on the Gas Bill, which progress on the Gas Bill, which The Government has pro-had a stormy passage through mised to give Labour and the the Commons Peers have taken Alliance two more committee two days to discuss only a days on the Gas Bill, but an handful of amendments, and all-night sitting may be necess there is a possibility that the sary if the bill is to complete. House may sit into early August, this stage before the Whitsun House may sit into early August, after the Commons has risen. The row centres on Lord Diamond, leader of the SDP in the Lords and a former Labour Treasury minister, who has made a series of long speeches

defeat the Government over the regulatory body sestablished

SDP and Liberal leadership, legislative timetable in the Most peers are over 70, and The survey was carried out. House of Lords all parties are now having between April 19-22 among Government business man dimetally keeping members. the House late every night.

Traditionally, the timetable for the Government in the Lords is put under pressure during the summer months but the problem has been made worse this year by a large back log of legislation arising from the Commons and the fact that much time was taken in the Lords earlier this year discusse ing the Shops Bill.

Tories 'will stick to Saatchi'

BY OUR POLITICAL EDITOR

SAATCHI AND SAATCHI will remain as the Conservative Party's advertising agency throughout the campaign until the general election.

To squash speculation, Mr Norman Tebbit, the Conservative Party chairman, said last night that there was no thought in his mind that there might be any change.

Saatchi, which advised the Tories ahead of both the 1979 1983 general elections, would continue to work with Conservative Central Office on its communication strategy up to the general election, and he hoped, beyond.

April 30, 1986 New Issue **Federal**

From Brian Erigoths.

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PRIME MINISTER

20 June 1986

STRATEGY GROUP

The decision to set up a high-level and high-powered Strategy Group is an excellent one. It would be useful if at the beginning of the meeting next Monday you emphasise once again the far-reaching, comprehensive and radical nature of the exercise. As it is the first meeting, the task should be to sort out procedures and allocate responsibilities rather than engage in a major discussion of policy.

Policy for the Third Term

Subjects

You might start by suggesting that the initial meeting focus on the future policy of departments whose Ministers are represented on the Group itself. A suggested timetable is in the attached Annex. It begins with Economic Policy on 30 June, Foreign Affairs on 7 July, and Home Affairs on 14 July. It would then be possible to have two more meetings before the Recess, possibly discussing DHSS and Education issues. On this basis, and reconvening on 7 September, it would be possible to cover the whole field of policy by the end of September (again, see Annex).

After having had papers from individual Ministers regarding their own departments, you may wish to start in October by

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requesting papers in greater depth in particular areas - eg: housing, nuclear energy, as well as papers dealing with interdepartmental issues, such as:

- i. The Family
- ii. Privatisation
- iii. Benefits & Taxes
- iv. Enterprise

A Typical Paper

I suggest you begin by setting up arrangements for commissioning papers from relevant Ministers. It is important that you specify the kind of paper you require. It should not be a departmental brief. You may feel that all papers should:

- be comprehensive, covering all subjects which are the responsibility of the department
- specify the objectives of policy and be careful to separate objectives from the changes recommended to achieve them
- include a section outlining policy initiatives Ministers are expected to take <u>before</u> the Election, and the way they will relate them to explicit Manifesto commitments

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be submitted by the Thursday preceding the Monday on which they are to be discussed, so that the Policy Unit can comment.

Co-ordination

You need to state explicitly that each Secretary of State who presents a paper should involve others within Government (Junior Ministers) and colleagues within the Parliamentary Party (especially Chairmen and members of back-bench committees). They should also consult groups such as No Turning Back.

Themes for the Manifesto

The themes for the 1979 and 1983 Manifestos were spelt out in terms of five tasks which were then developed into the structure of the Manifesto itself (copies attached). Four tasks were common to each Manifesto, the difference being that incentives and prosperity were a separate task in 1979; and the environment given a specific section in 1983.

1979

1983

Stable Economy

Stable Economy

(Trade Unions)

(Jobs)

Prosperity

Law and Democracy Law and Democracy

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1979

1983

Family

Family and Responsibility

Environment

Defence and Rôle in the Defence and Rôle in the

World

World

This general approach is clearly something we should follow, but it needs to be put in the changed circumstances of 1986/7/8.

It might be useful to have more than one item on the Agenda each week, and therefore one might invite the Chancellor of the Duchy to prepare a paepr on The Tasks Facing us.

BRIAN GRIFFITHS

CONFIDENTIAL Sec.of State Date Subjects 30 June Chancellor MTFS Tax Privatisation (Lord Young might Employment attend for this part) 7 July Foreign Secretary NATO (Defence Secretary) Europe Trade South Africa 14 July Home Secretary Police (Lord Chancellor, Crime Prevention Law Officers) Penal policy (prisons) Immigration **BBC** Charities 21 July Health & Social Health Security Benefits 28 July Education & Science Radical options for

& Employment schools

(Training) Universities & status

of Polytechnics

Voluntary sector

Science policy

Training

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If it were possible to meet four times in September, the whole field could be covered before the Party Conference:

Date	Sec.of State	Subjects
8 Sept.	Environment	Local Government
	MAFF	Conservation
		Housing
		Planning
		Sport
15 Sept.	Energy	Coal, Electricity,
		Gas, Oil, Nuclear
		Power
	Transport	Railways, Buses, Air-
		lines and Airports,
		Shipping
22 Sept.	DTI	Regional & Industrial
	Arts	Policy; Competition
	Civil Service	Policy; Art; Civil
		Service
29 Sept.	Scotland, Wales	
	N.Ireland	

Conservative manifesto 1979

Our five tasks are:

- (1) To restore the health of our economic and social life, by controlling inflation and striking a fair balance between the rights and duties of the trade union movement.
- (2) To restore incentives so that hard work pays, success is rewarded and genuine new jobs are created in an expanding economy.
- (3) To uphold Parliament and the rule of law.
- (4) To support family life, by helping people to become home-owners, raising the standards of their children's education, and concentrating welfare services on the effective support of the old, the sick, the disabled and those who are in real need.
- (5) To strengthen Britain's desences and work with our allies to protect our interests in an increasingly threatening world.

This is the strategy of the next Conservative government.

FOREWORD by The Rt. Hon. Margaret Thatcher

- 1. OUR FIVE TASKS
- 2. RESTORING THE BALANCE

The control of inflation Better value for money Trade union reform

- 1. Picketing
- 2. The closed shop
- 3. Wider participation

Too many strikes

Responsible pay bargaining

3. A MORE PROSPEROUS COUNTRY

Cutting income tax A property-owning democracy Industry, commerce and jobs Nationalisation Fair trade Small businesses Energy Agriculture Fishing

4. THE RULE OF LAW

Animal welfare

The fight against crime Deterring the criminal Immigration and race relations The supremacy of Parliament Northern Ireland

5. HELPING THE FAMILY Homes of our own

The sale of council houses

Reviving the private rented sector

Protecting the environment

Standards in education

Parents' rights and responsibilities

The arts

Health and welfare

Making sense of social security

The elderly and the disabled

6. A STRONG BRITAIN IN A FREE WORLD

Improving our defences The European Community Africa and the Middle East

Rhodesia

Trade, aid and the Commonwealth

7. A NEW BEGINNING

THE

CONSERVATIVE MANIFFSTO

1983

THE CHALLENGE OF OUR TIMES

Foreword by THE RT. HON. MARGARET THATCHER

1. THE ROAD TO RECOVERY

What we have achieved

2. JOBS, PRICES AND UNIONS

Success against inflation

Commonsense in pay bargaining

Trade union reforms

Political levy

Essential services

Involving employees

Unemployment: coping with change

Removing the barriers to jobs

Training

The nationalised industries

3. ENCOURAGING FREE ENTERPRISE

Lower and simpler taxes

More small firms

Help for the new technologies

Regions, enterprise zones and freeports

Planning

Energy.

Better transport for industry

Tourism

Farming and fishing

We now have five great tasks for

 to create an economy which provides stable prices, lasting prosperity and employment for our people;

- to build a responsible society which protects the weak but also allows the family and the individual to flourish;
- to uphold Parliamentary democracy and strengthen the rule of law;
- to improve the quality of life in our cities and countryside;
- to defend Britain's freedom, to keep faith with our allies in Europe and in NATO, and to keep the peace with justice.

4. RESPONSIBILITY AND THE FAMILY

Housing: towards a home-owning democracy

Protecting the pensioner

the future. They are:

Social security

The National Health Service

Partnership in care

Schools: the pursuit of excellence

Higher education

Sport and recreation

Safety, quality and value for money

Supporting family life

5. LAW, DEMOCRACY AND THE CITIZEN

Backing the crime-fighters

Immigration: firm and fair

The supremacy of Parliament

Northern Ireland

The quality of government

Local government: saving ratepayers' money

6. IMPROVING OUR ENVIRONMENT

Reviving Britain's cities

Public transport

Rural policy and animal welfare

Controlling pollution

Arts and the heritage

7. BRITAIN IN THE WORLD

The protection of peace

Civil defence

Britain in Europe

A trading nation

Our wider role

8. THE RESOLUTE APPROACH