

A nation must think before it acts.



FOOTNOTES

Innovation and Economic Growth: Lessons from the Story of ENIAC

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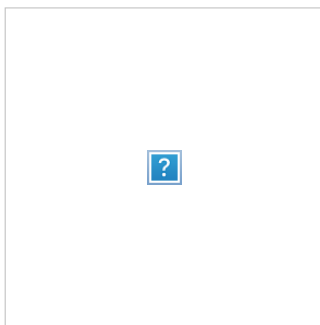
Program on Teaching Innovation

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Of all the various ideas that have been advanced and world economies, one of the most dominant innovation, and the creation of new products a

What is innovation; and what are the factors th

We can't teach people to innovate—if we could or artificial intelligence program that would inn encourage it, provide funding, and promote ac can and should establish the environment to e innovators and recognize and reward innovati



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Innovation means a new way of doing something incremental, radical, and revolutionary change processes, or organizations. [1] Essentially there are three types of innovation: (1) radical—e.g., vaccination, fuel cells instead of chrome on a car, cell phones, the internet; (2) incremental—leading to disruptive technologies like nuclear power, asymmetric warfare, and innovation.

One of the greatest innovations in history, ENIAC (Electronic Numerical Integrator and Computer)—happened over sixty years ago. The world's first general purpose electronic computer. It was radical, incremental, and revolutionary innovation. The computer and of the information transformation. The first machine ever invented that amplified the human strength.

Factors Influencing Innovation

Newton saw an apple fall, Einstein knew there were quantum experiments, and Mauchly wanted to predict the stock market. All had an idea. They nurtured it, they wondered about it, and went about solving the problem.

There are a number of factors involved in innovation: an environment of need (war, depression, epidemics); industry (Babbage, Lister); and funding (government support, both psychological and financial).

There is “passion”: the guts and “fire in the belly” to achieve a breakthrough with a revolutionary/disruptive idea and fortitude. Bill Gates slept in a knee hole of a desk in a garage with Steve Wozniak until the first show. Bill Hewlett and David Packard built their device in a garage, moved into a factory and launched the Hewlett-Packard Company. John Mauchly bought used gas tubes.

soldered circuits, and built counters from 1936 Presper Eckert to join him in building a computer funding until they won a government contract

There has to be an idea: disruptive (cell phone incremental (wing design, FM, laptop, internet) antibiotics, atomic energy, the computer, personal nanotechnology).

Financing is needed. This often comes from the DOD, CIA, Energy) for basic science, and was the computer efforts. Government funding can be bureaucratic. There is also corporate support, profit-motivated, and also cautious, sometimes oriented, often covering applied research. Academia heavily on government support, along with industrial capitalist) support, which is success oriented, risk adventuresome, and has supported the major fifty years (Microsoft, Apple, Oracle, Google, Yahoo)

Of course, an innovation must have impact—it is particular, a truly revolutionary innovation will bring new products, industries, and redirection to people doing things. It must be focused—buckshot often rifle in the hands of a marksman usually hits its and energy is lost in the absence of focus

ENIAC

February 14, 1946, saw the first public demonstration of the first such computer that worked, and it continued almost ten years, finally ceasing operations on

ENIAC was the “wheel” of the new industrial revolution wave of change, enterprise creation, and disruption significant change in the way we worked, played

organized ourselves. The computer revolution industrial infrastructures, new giant companies for many.

ENIAC not only paved the way for the development of computer technology and information systems, but it provided a model for that initiative. Following this success strategy continues to be followed today.

ENIAC was the brainchild and work product of John Mauchly and J. Presper Eckert, two scientists at the University of Pennsylvania. The invention was Mauchly, a 38-year old professor at the School of Electrical Engineering; Eckert was the younger genius, who teamed with Mauchly as a 22-year old graduate student to spearhead the birth of the computer and information age.

One has to consider the nature of ENIAC in the context of the time. When the government contract to develop ENIAC was awarded, the concept behind it was contrary to the prevailing trend in the U.S. MIT and Harvard were heavily involved in the development of "differential analyzers", mechanical analog computers that solved differential equations by integration, using wheels and gears to perform the integrations, and Dr. John Atanasoff was concerned with creating a special purpose computer capable of solving systems of simultaneous equations. ENIAC was the first true general purpose digital electronic computer, a step beyond these efforts.

The idea of a machine to do calculations is not new. The "counting board" (later, "abacus") was invented by the ancient Greeks. In the seventeenth century, Napier Bones developed a mechanical calculator. In the nineteenth century, Charles Babbage built mechanical calculators. In the early twentieth century, Vannevar Bush at MIT began work on the differential analyzer.

Mauchly began thinking about calculating machine time, and in 1935 he started tinkering with circuits. In 1936 a brilliant mathematician at Cambridge University published a paper on how to solve numerical problems. His objective was to establish methodology for breaking codes. He pointed the way to building machines that could perform arithmetic procedures for solving complex problems, such as encrypted messages.

The British effort was heavily concerned with the war. Work proceeded with the building of ten Colossus machines, which operated at the British decoding facility at Bletchley Park. Without doubt that these machines were a significant factor in the defeat of the German bombing offensive against Britain in 1940 throughout World War II. But Turing never built one. He built a single circuit, nor did he design any. When they were executed, the Colossus machines were special purpose machines—at which they were very effective in decoding messages. There is a world of difference between a special purpose machine and a general purpose computer. For example, a special purpose machine used in drilling holes is a special purpose machine, whereas a lathe is a general purpose machine making just about anything.

Atanasoff and Charles Berry began building the first electronic computer (the ABC Computer) in the late '30s at the University of Iowa. It used a magnetic drum; ABC was a special purpose machine that solved simultaneous equations; it never completely worked. It solved up to 27 simultaneous equations in 27 unknowns. It was rebuilt in 1972; but a replica built in the 1990s could solve equations in two unknowns. ABC was single purpose, not electronic, and was slower than a rotary calculator.

Remember, Mauchly started building computers in the 1940s. Communication in the 1930s was not that of today. There was no instant messaging, and travel was difficult. I

money. Mauchly bought used radio tubes to buy more money.

Hence the idea and desire for a computer was solving that problem in a total system concept designed it, and then found someone to build it.

ENIAC was an outgrowth of Mauchly's efforts in the 30s and his concept of a fully integrated machine that could be applied to any type of problem. His pet peeve was to eliminate the need to reenter data for a problem solution proceeded. The concept, design, and construction was so directed. ENIAC succeeded. Mauchly convinced a graduate student, Eckert, to join him in this effort in 1941. Eckert created the Information Age as we know it today; Mauchly had the vision; Eckert created the circuits to make it happen.

As a young boy, Mauchly strove to understand the world around him. A natural tinkerer, he took apart locks and studied the mechanics of telephones. Climbing into a telephone compartment at Chevy Chase, Maryland, he would hook up wires to listen in on a room, and even fashioned an intercom system for his room. At bedtime, he furtively placed a sensor under the door to alerting him of his parents' approach.

His interests were broad, he was good natured, and a hard worker. But Mauchly was stubborn beyond all belief. If he had an idea, he wrestled with it until he had it solved. He worked closely with him in the 1950s and early 1960s. He would answer any question and examine any possibility of a machine's capability in his machines, totally general purpose machines, conditional logic, and subroutines.

One story about Mauchly from his teaching days was that he wanted to demonstrate Newton's Third Law of Motion. He set up a force has an opposite force that is set up—for example, a cannon or rifle. John illustrated this law by wearing a seat belt.

the desk in the front of the room. He threw a w managed to keep from falling off the end of the point.

Eckert was a methodical slave driver who swe drive for perfection. His circuits had to be perfi meet all of Mauchly's visions, and more. While the novel ideas in ENIAC, and later BINBAC an was the prime mover in building the circuits ar such as storage devices, printers, self-checkin circuits—all common place today, but previousl these capabilities. Eckert put all the pieces tog and all within the plan and schedule he kept al Eckert suffered fools badly.

An Opportunity

I asked Bill Mauchly, John's son, to comment o how it could do any math problem 1000 times what that means. It would be as if one day you next day you could fly, anywhere, at 3000 mph challenge—to be able to compute any problem

“*The*” problem, which was known to anyone w computation in the '30s, was how to perform a different operations on numbers very quickly. from hindsight, was straightforward: Use only e moving parts in the mechanisms that *store* the operations.

ENIAC worked at the electronic speed of 5000 could do this because the numbers were “stor tape, rotating drums, or punch cards. The calcul that speed, with no moving parts. And perhaps operation could proceed immediately, without human intervention; or branch logically. It took

urgent need, and government money to solve machines of the time used slower storage: Col paper tape and a bank of mechanical relays, w magnetic drum that was regenerated with eac are much slower than electronic memory.)

Bill Mauchly also commented on Philadelphia's world—then and now. In the 1930s and 1940s tl often referred to as “tube alley” since so much manufacture and design occurred in this regio manufactured in the United States came from were major forces in the field and in the count manufactured overseas.

Taking these two major foundation stones into Philadelphia the computer capital of the world time it was.

After Mauchly and Eckert left the University of the Electronic Control Company, and many of t worked on ENIAC joined them. They used born and friends to get started, principally a \$ 25,00 The team was enthusiastic, working long hour: reduced and occasionally completely deferrec bank or investment company was willing to ler invest.

Eckert and Mauchly conceived of a true comm which they termed and called UNIVAC—for UN When they secured contracts with the Army, N UNIVAC machines, they changed the name of Mauchly Computer Company—EMCC , and sou Mauchly was President—and salesman—and Ec Chief Engineer. The objective of the company market commercial computers. Despite their e ability, this was very difficult for a start-up comj

concerning fallacious concerns about military attitude of certain academic advisors to the military. Mauchly's goals infinitely more difficult to achieve to build the first commercially available complete electronic computer. The first UNIVAC was delivered in 1951. Ultimately 46 UNIVAC I machines were produced during a period ending in 1956. They were built in Philadelphia.

For a brief period, UNIVAC captured the major market for electronic computer systems. These systems had a useful life averaging over nine years. The last machine was used for productive work as late as 1970 at Life and Cancer Research. The Census Bureau used its 1951 machine for twelve years for nine years. A UNIVAC was installed at the Federal Reserve Bank in Philadelphia which I used in the mid and late 1950s. I donated a UNIVAC to the University of Pennsylvania.

Funding was always a problem for EMCC. When the story was circulated that Tom Watson, Sr., of IBM, did not foresee a large market for computers. Watson was concerned about antitrust problems if IBM were to acquire the Eckert-Mauchly Computer Corporation. Remington Rand bought the company and started an aggressive program of "catch-up" which ultimately led to the acquisition of EMCC.

Remington Rand bought EMCC in February of 1954. The terms of negotiation that Mauchly ultimately accepted for the sale of the company were \$34,000 plus 25% of any future profits and know-how. They ended up with 2.5%.

The computer industry in Philadelphia ultimately shifted westward. Today the computer capital is Silicon Valley in California. Silicon Valley was a veritable gold mine. 46 UNIVAC I machines were being built in Philadelphia.

that the term Silicon Valley began to appear in silicon-based chip and computer companies and others began to flourish in the area. Soon, Steve Jobs' creation of Apple; and slightly to the north, Bill Gates' creation of Microsoft, became the richest man in the world by licensing technology was firmly in place.

Fostering Economic Growth by way of Innovation

Eckert and Mauchly created a revolution that put the world forward over the past sixty-three years. Women like them to once again bring us out of bureaucratic think-inside-the-box attitudes have

But we also need a highly focused system of support of vision and drive to succeed. These people do succeed, we must get back to the work of creating a system for innovation, while we still have time.

We may or may not be at war with an evil empire in 1942, but regarding our standard of living, we have our hands and like Pogo, I believe that "we have seen us".

As a nation we are at a crossroads. Our economic world, is in a shambles. People are comparing the Great Depression of the 1930s. That is one view compare ourselves to the world that existed at a time when world economies were destroyed or non-existent ruins.

In the 1930s we attempted to spend our way out of the depression. Packages were devised to put people back to work. Bureaucracies were created that knew how to solve the problem. The result was a continuation of the problem until World War II. While the message and rhetoric

were beacons of hope for the people, in reality policies of the administration did not complete economic growth to the country. Initiative was certainly not funded. The economy languished

World War II is distinct from our own situation. The primary motivation then, not billions in set-aside stimulus package. If you're going to stimulate it, don't stifle it with pay-back and pork-barrel politics. It's hard to create success. The needs of warfare in 1941 stultifying impact of the blanket of bureaucracy. Innovation was sought, encouraged, and followed; laws were enacted; lend-lease during the war, for example; Marshall Plan afterwards. The United States became the source of entirely new concepts of engineering and manufacturing. Inefficient methods in shipbuilding, aircraft production, development. The concepts of operations research, the idea that a team of people with different disciplines work on problems—and solve them. Radar, jets, antibiotics, all born of this drive for innovation, investment, and action by dedicated teams of people without bureaucratic protection but often smothered. This solution came from the U.S. Army Ballistics Research Laboratory to invent a way to calculate artillery trajectories. While this investment did not produce a solution during the war, it did us a great deal of innovation explosion, resulting in the greatest technological advance. That innovation was the first general purpose computer, ENIAC.

In World War II, victory at any cost was the principle. The same kind of approach now. Business as usual is pushing down the economic ladder.

Our current government must develop a conscious, Mauchly-type person to achieve his dream—to create a computer it is supported by the need to calculate artillery

The financial meltdown of the present is a bar could bring. Success in countering this downturn creating jobs, igniting the spark of American in thinking. Let's look for an economic renaissance

Notes:

[1] Wikipedia.org



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