Make A Connection!

The science fiction writer Kim Stanley Robinson once said,

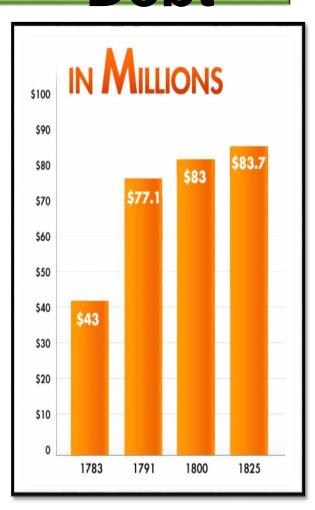
"Money equals power, Power makes the law, And law makes the government."

Thinking about the Articles of Confederation and the Congress, is this statement true?



The United States Debt

- The thirteen colonies had borrowed A LOT of money during the Revolutionary War and they owed a debt millions of dollars to individuals and foreign nations.
 - Remember the debt England had after the French and Indian War?
- Congress did not have the power to tax individuals or states, so it had no way of repaying these debts.
- Congress asked the states for



A Virginia Dollar?

 States began to print their <u>own</u> money which caused a lot of CONFUSION!!

 Trade between the states became difficult since one state dollar could be worth more or less than another





What could you buy with a North Carolina dollar or a Virginia dollar was different than what you could buy with a Maryland dollar!

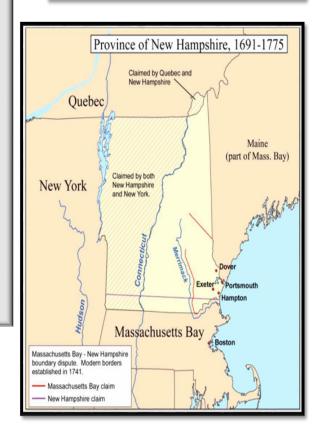
Problems!

- Not only did each state have it's own power and set of rules, each state also decided how to expand their borders to make themselves larger as a state.
 - Each state had TOTAL freedom!!!!
- This was a big problem for two reasons:
 - 1. More than one state "laid claim" to the same areas of land (that's a major conflict, don't ya think?).
 - 2. The Indians owned the land that the Americans tried to claim!

STOP FISHTING!

- New Hampshire and New York <u>both</u> <u>claimed</u> the land called Vermont.
- Most states refused to accept the money from other states.
- The Articles of Confederation did not create a way for states to settle arguments with one another!







And another problem the new American government had to

If Americans start moving outside of the original 13 states, won't they eventually need to create

new states?

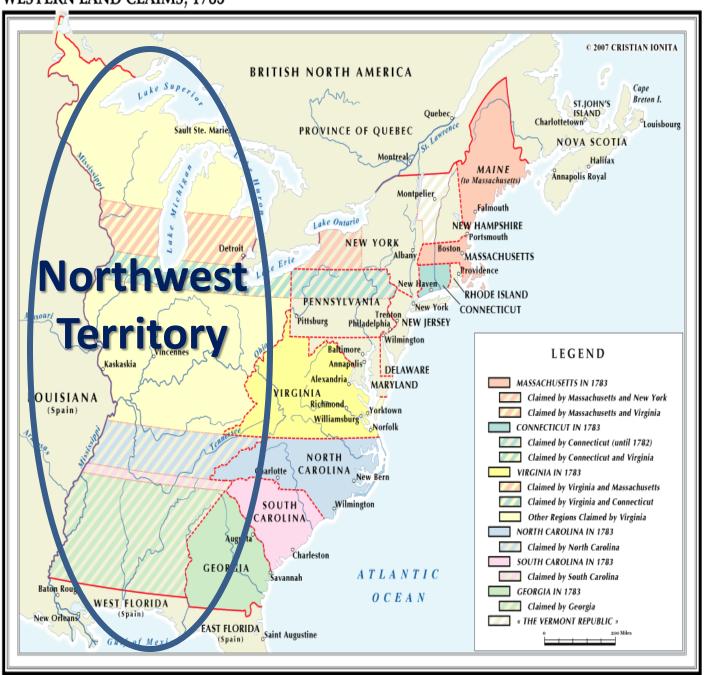
Organizing the Northwest

Territory

Even though the Congress was WEAK, it was able to convince the states to pass some important laws involving the **Northwest Territory** - land east of the

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Northwest Territory

- Two years of fighting between the states (1783 – 1785) occurred.
- Who had a REAL claim to certain lands in the Northwest Territory?
 - Unfortunately, no one could agree!
- Congress came up with an idea that seemed FAIR:
- Congress requested that each state remove their claims on the land and start all over again – from scratch.
 - That way, everyone would have a FAIR chance at making their borders bigger.

