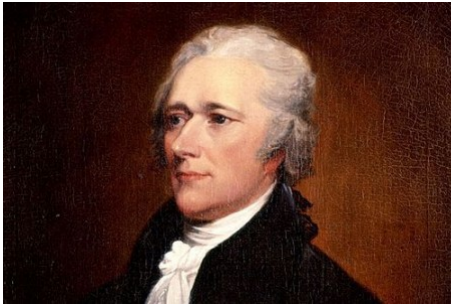


Washington's First Cabinet



Hamilton - Secretary of the Treasury



Jefferson - Secretary of State



Knox -
Secretatry of
War

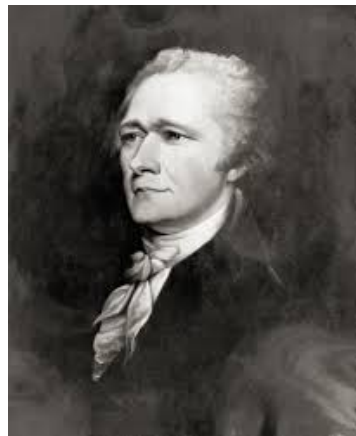


Adams -
Vice
President

Hamilton's Financial System

“Funding at par”

high tariffs and an
excise tax on
whiskey will earn
\$\$ for the
government



enumerated powers

“Assumption” of
States' debts

south upset – they'd
already paid off their
debts

v.
implied powers



The Bank of the United States

(Arguments For It - Hamilton's view)



Would provide a safe place to keep tax money for the US government

Would regulate other banks

The Bank of the United States

(Arguments Against It - Jefferson's View)



Rich investors will get richer

The Constitution didn't give us permission to create it

The Whiskey Rebellion



Congress passed excise tax on whiskey to raise money

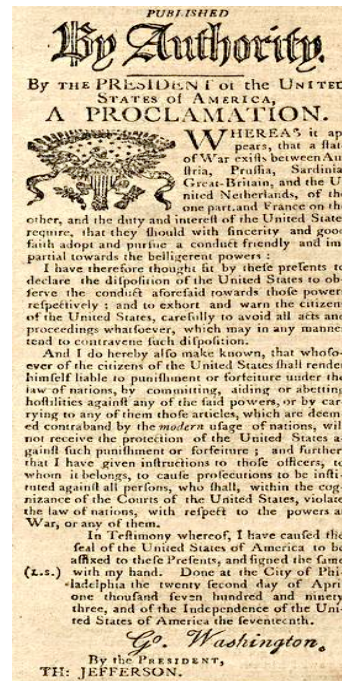
when farmers rebelled, federal gov't used troops to put it down



The Proclamation of Neutrality

(1793)

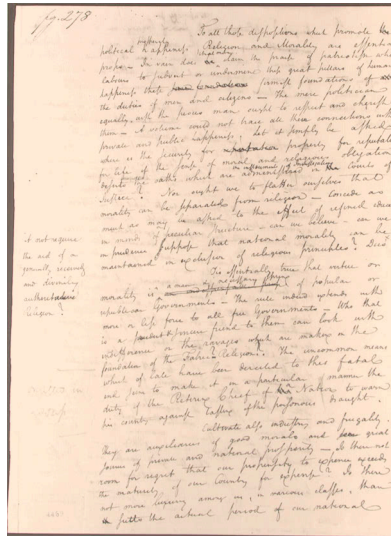
- French Revolution going on
- Washington's proclamation said we would not get involved





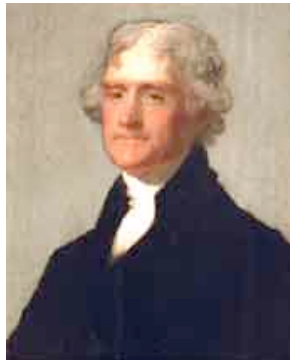
Washington Retires: The Farewell Address 1796

stressed neutrality in foreign
affairs



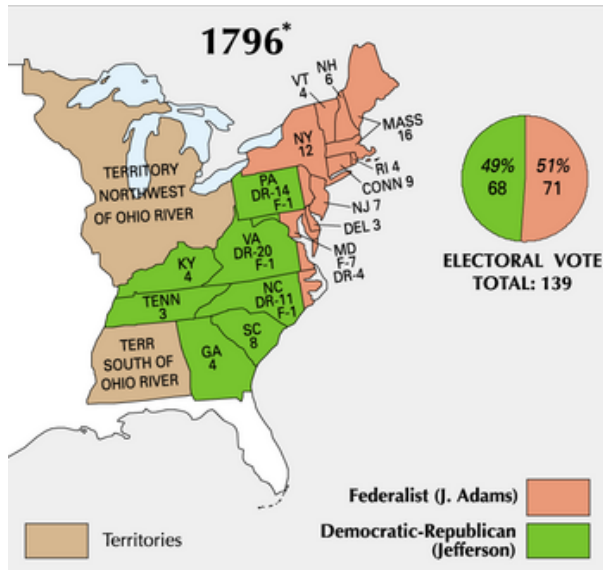
The Election of 1796

- John Adams
- Federalist
- strong central gov't
- pro-industry
- Thomas Jefferson
- Democratic Republican
- strong state governments
- pro-farmers



The Election of 1796 - It's A Tie! (?)

Federalist electors voted for Adams



Republican electors voted for Jefferson

Constitution says:
President is the candidate who wins
the most electoral votes

Vice-President is candidate with the next highest number of votes

The XYZ Affair

President Adams sent a team to France to negotiate a treaty



3 Frenchmen demanded a \$250,000 bribe

“millions for defense, but not once cent for tribute”

everyone wanted war, but Adams knew we couldn't win
smoothed things over w/the French but lost political support

The Alien and Sedition Acts



Federalists wanted to silence their critics, many of whom were foreign-born who wanted the US to go to war w/France (ship seizures)

The Alien Acts

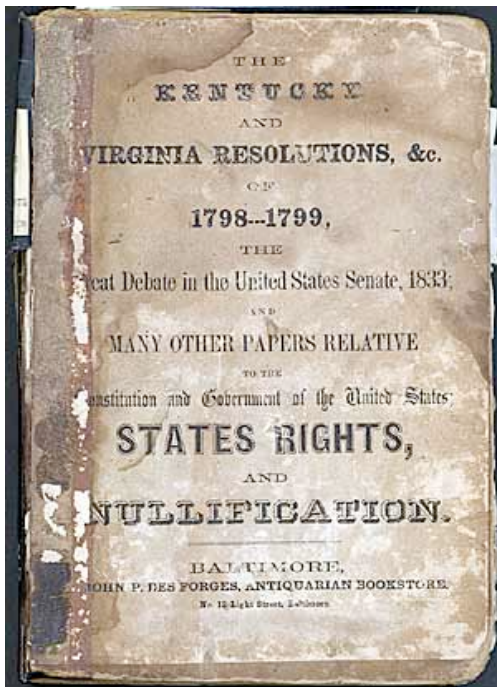
President can deport any alien during peace

raised residency requirement for citizenship from 5-14 yrs.

The Sedition Acts

made sedition illegal

The Virginia and Kentucky Resolutions



Jefferson and Madison organized support in the southern Republican states against these acts

VA and KY declared that states had the right to declare a federal law unconstitutional within their borders and not follow it