Era of Good Feelings?
1816-1824
Recognizing Cause: What is Nationalism?

Which of the following can be considered a major cause of a growth of nationalism that happened in the period after the War of 1812?

1. Victory at the Battle of New Orleans
2. Francis Scott Key’s Star Spangled Banner
3. Manufacturing grows in response to embargo during war
4. Earning of respect by standing up to England
James Monroe
Geographic Growth

Illinois
Indiana
Alabama
Mississippi
Recognizing Cause:
Why did so many people migrate west?

Which of the following can be considered a major cause of a growth of to the West that happened in the period after the War of 1812?

1. Lots of cheap land while land in the east became more expensive
2. Embargo pushed people West looking for money
3. Victories over Indians
Adams Onis Treaty 1819
Population Density

1810

1820
Henry Clay
Role of Government:
Should the government help pay for the development of internal improvements in the country?

Costs

Benefits
The American System

- Tariff of 1816
- Chartering of the Second Bank of the United States [BUS].
- Internal improvements at federal expense.
  - National Road
Transportation Revolution

“Let us bind the Republic together with a perfect system of roads and canals. Let us conquer space.”
The Erie Canal
Robert Fulton & the Steamboat
Role of Government: Who should pay for these improvements?

The American System

- Protective Tariffs
- Internal Improvements: Roads and Canals
- National Bank
- Public Land Policies
Bonus Bill

- **GOAL**: to set aside money (1.5 million to states) made on stock sales from the Bank of the United States for internal improvements. March, 1817

- Madison vetoed the bill because he believed in strict interpretation, and using federal money for internal improvements is not a power granted to the federal government in the Constitution.
Tariff of 1816

• **Calhoun’s Tariff of 1816** The South believed that the development of a home market would help the U.S. economy which would benefit everyone
Textile industry – led to the beginning of the factory system. This was made possible thanks to two developments:

#1 system of interchangeable parts – Eli Whitney
#2 system of all the work done in one building was developed by Lowell
**FIRST BUS:** In 1811 – the original charter for the Bank of the United States ended and wasn’t renewed by James Madison and the Republican Congress.

**PROBLEM** The number of state banks then increased, but in most states there was little banking control credit was easily given many people couldn’t pay back loans the financial situation wasn’t good (Sound familiar???)

**SOLUTION** 1816 – the Second Bank of the United States was chartered. Henry Clay and John C Calhoun had led the move in Congress.
Panic of 1819

- First financial since at the "Critical Period (1780’s) under the Articles of Confederation – Cyclic panics and depressions will occur every 20 years

CAUSES

- #1 Over speculation of frontier lands by Banks (especially BUS)

- #2 Inflation from war of 1812 + economic drop-off = vulnerable economy

- #3 Deficit trade in balance with Britain

- #4 BUS forced wildcat western banks to foreclose on western farms
Election of 1820

1820

Democratic-Republican (Monroe)
Independent Republican (J. Q. Adams)

ELECTORAL VOTE
TOTAL VOTING: 232
NOT VOTING: 3

.5%
1
99.5%
231

Unorganized Territory

Territories