Challenges Facing the New Government	
Internal Challenges	External Challenges
 Organizing the Government Congress passed laws to set up three departments in the executive branch: ,, and Judicial branch: <u>Judiciary Act of 1789</u> 	 The French Revolution Federalist reaction: <u>denounced the</u> <u>violence of the revolution</u> Republican reaction:
The Nation's First Economic Crisis • Problem: • Solution: Alexander Hamilton proposed a plan. Congress agreed to 1 2	France and Britain at War • U.S. position:
 The Whiskey Rebellion To raise money, Congress imposed a that led to a revolt. Washington sent in the militia, which confirmed Political Disagreements 	Troubles with Britian Jay's Treaty: Americans agreed to:
Two parties formed,	British did not agree to:
Conflicts in the Northwest Territory Reasons U.S. upset with Britian:	 Troubles with France Jay's Treaty and XYZ Affair led to an U.S. agreement with France:
Source of conflict with Native Americans:	Alien and Sedition Acts
Terms of the Treaty of Greenville:	the Federalist-led government to pass laws that made it harder to gain and restricted