The Land Ordinance of 1785

When states ceded, or gave up, their western lands to the United States, the new nation became “land rich” even though it was “money poor.” Government leaders searched for a way to use the land to fund such services as public education.

The fastest and easiest way to raise money would have been to sell the land in huge parcels. However, only the rich would have been able to purchase land. The Land Ordinance of 1785 made the parcels small and affordable.

The Land Ordinance established a plan for dividing the land. The government would first survey the land, dividing it into townships of 36 square miles, as shown on the map below. Then each township would be divided into 36 sections of 1 square mile, or about 640 acres, each. An individual or a family could purchase a section and divide it into farms or smaller units. A typical farm of the period was equal to one-quarter section, or 160 acres. The minimum price per acre was one dollar.

Government leaders hoped the buyers would develop farms and establish communities. In this way settlements would spread across the western territories in an orderly way. Government surveyors repeated the process thousands of times, imposing frontier geometry on the land.

In 1787, the Congress further provided for the orderly development of the Northwest Territory by passing the Northwest Ordinance, which established how states would be created out of the territory.
To encourage the growth of religion within the township, the surveyors set aside a full section of land. Most of the land within the section was sold to provide funds for a church and a minister’s salary. This practice was dropped after a few years because of concern about the separation of church and state.

**EDUCATION** The ordinance encouraged public education by setting aside section 16 of every township for school buildings. Local people used the money raised by the sale of land within this section to build a school and hire a teacher. This section was centrally located so that students could reach it without traveling too far.

**REVENUE** Congress reserved two or three sections of each township for sale at a later date. Congress planned to sell the sections then at a tidy profit. The government soon abandoned this practice because of criticism that it should not be involved in land speculation.

**WATER** Rivers and streams were very important to early settlers, who used them for transportation. Of most interest, however, was a meandering stream, which indicated flat bottomland that was highly prized for its fertility.

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**THINKING CRITICALLY**

1. **Analyzing Distributions** How did the Land Ordinance of 1785 provide for the orderly development of the Northwest Territory? How did it make land affordable?

2. **Creating a Chart** Create a table that organizes and summarizes the information in the map above. To help you organize your thoughts, pose questions that the map suggests and that a table could help answer.

SEE SKILLBUILDER HANDBOOK, PAGE R30.