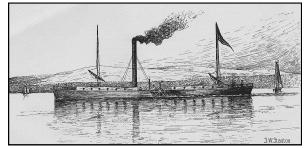
Gibbons v. Ogden (1824)

Name:

Take Your Boat and Go Home

In 1803, the State of New York passed a law giving two men, Livingston and Fulton, the right to be the only ones allowed to operate steamboats in New York waters. Later, these men transferred their right to a man named Ogden. This meant that under New York law, nobody could operate a steamboat in New York without a license from Ogden.

Gibbons was a New Jersey citizen who also had a steamboat. Gibbons had licensed his boat under a law passed by the United States Congress. Gibbons ran his



Livingston and Fulton's first successful steamboat, the Clermont

steamboat between New Jersey and New York. In 1818, Ogden filed suit against Gibbons to stop him from operating his steamboat in New York. The New York court ordered Gibbons to stop.

ISSUE	

Is it constitutional for both states and the federal government to regulate interstate commerce?

DECISION

No. The Constitution gives the federal government sole power over interstate commerce.

The Arguments

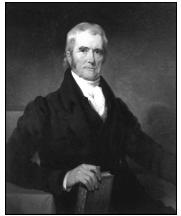
Gibbons took his case to the Supreme Court. He argued that New York's law violated the **Commerce Clause** in the U.S. Constitution, which says "Congress shall have power to regulate commerce with foreign nations, and among the several States, and with Indian tribes." **Commerce** means business activity. Gibbons said his business activity took place "among the several States" because it happened in both New Jersey and New York.

Ogden argued the words "among the several States" did not give Congress the power pass laws that affect business activity *inside* a state's borders. He also argued that, in the same way both states and the federal government can tax citizens, they should both be able to license boats.

The Decision

The Supreme Court agreed with Gibbons. The Court said it would be impossible for Congress to regulate business activity "among" the states without regulating activity that took place inside a state's borders. Further, licensing boats is not like taxes. Two parts of government cannot issue licenses for the same thing without interfering with each other. The Court pointed to the **Supremacy Clause** in the Constitution, which says the laws of the federal government are superior to state laws.

The Court said the Constitution gives Congress the sole power to regulate business activity that affects more than one state. A state may only regulate business activity that takes place entirely inside its own borders, where no part of that activity affects any other state.



Chief Justice John Marshall wrote the Court's opinion



Children working at a textile mill



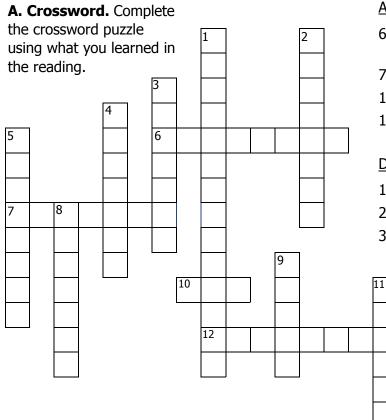
So What?

In the years since the decision in *Gibbons*, the U.S. Congress has used its Commerce Clause power to pass many laws, for example:

- Set a national minimum wage and maximum worker hours, by saying goods produced in violation of this law could not cross state lines
- Limit the age of child laborers to kids 16 and over
- Prohibit racial discrimination in motels that served mostly travelers and in restaurants where the food served had crossed state lines

Reading

Gibbons v. Ogden (1824)



Across

Name:

- 6. The name of Livingston and Fulton's first successful steamboat.
- 7. The Supreme Court sided with this man.
- 10. The Court said a boat license is not like this.
- 12. Laws of the federal government are _____ to state laws.

<u>Down</u>

- 1. New York's law violated this.
- 2. "Commerce" means _____ activity.
- 3. Both state and federal government cannot issue one of these at the same time.
 - 4. This state gave Livingston and Fulton the exclusive right to operate steamboats.
 - 5. Has the sole power to regulate business activity that affects more than one state.
 - 8. A state may only regulate business that takes place entirely inside its own ____.
 - 9. The New York court sided with this man.
 - 11. Gibbons was from New _____.

B. Who Argued That? In this case, Gibbons had the winning arguments. Read each argument in the box. If Gibbons would have made that argument, write the argument's letter in his grid. If the argument would have favored Ogden, write the letter in Ogden's grid.

- A. Laws passed by the Constitution are supreme to state laws.
- B. Commerce is only buying and selling things. It doesn't include navigation of boats.
- C. Only Congress is allowed to regulate commerce among the states.
- D. State laws are equal to laws Congress passes under the U.S. Constitution.
- E. The power of Congress to regulate commerce "among" states stops at a state's border.
- F. Navigation of boats is part of commerce because it's important for business activity.
- G. Both states and the U.S. Congress may regulate commerce among the states.
- H. The power of Congress to regulate commerce "among" states means commerce that involves more than one state.

