14TH CONGRESS 18T SESSION

H. R. 1393

IN THE HOUSE OF REPRESENTATIVES

JANUARY 3, 1935

Mr. Iglesias introduced the following bill; which was referred to the Committee on Insular Affairs and ordered to be printed

A BILL

- To amend an Act entitled "An Act to provide a civil government for Puerto Rico, and for other purposes", approved March 2, 1917.
- Whereas the people of the Territory of Puerto Rico have requested from Cong.ess that Puerto Rico become a State, and be admitted to the Union of the United States of America, and that legislation be enacted authorizing the people of Puerto Rico to frame their own constitution; and
- Whereas the Legislature of the Territory of Puerte Rico has requested from Congress, on April 15, 1934, that pending the admission of said Territory-of Puerto Rico as a State of the Union, the Act providing for a civil government for Puerto Rico, approved March 2, 1917, be amended to improve the general conditions of their internal life: Therefore

tives of the United States of America in Congress assembled. That section 3 of the Act entitled "An Act to provide a civil government for Puerto Rico, and for other purposes",

be, and is hereby, amended to read as follows:

"SEC. 3. That no export duties shall be levied or collected on exports from Puerto Rico, but taxes and assessments on property, income taxes, internal revenue, and license fees, and royalties for franchises, privileges, and concessions may be imposed for the purposes of the insular and municipal governments, respectively, as may be provided and defined by the Legislature of Puerto Rico; and when necessary to anticipate taxes and revenues, bonds and other obligations may be issued by Puerto Rico or any municipal government therein as may be provided by law, and to protect the public credit: Provided, however, That no public indebtedness of Puerto Rico and the municipalities of San Juan and Ponce shall be allowed in excess of 10 per centum of the aggregate tax valuation of its property, and no public indebtedness of any other subdivision or municipality of Puerto Rico shall hereafter be allowed in excess of 5 per centum of the aggregate tax valuation of the property in any such subdivision or municipality, and all bonds issued 23 by the government of Puerto Rico or by its authority shall be exempt from taxation by the Government of the

1 United States or by the government of Puerto Rico, 2 or of any political or municipal subdivision thereof, or by 3 any State, Territory, or possession, or by any county, municipality, or other municipal subdivision of any State, 5 Territory, or possession of the United States, or by the 6 District of Columbia. In computing the indebtedness of 7 the people of Puerto Rico, municipal bonds for the payment 8 of interest and principal of which the good faith of the people 9 of Puerto Rico has heretofore been pledged and bonds issued 10 by the people of Puerto Rico secured by bonds to an equiva-11 lent amount of bonds of municipal corporations or school 12 boards of Puerto Rico shall not be counted, but all bonds 13 hereafter issued by any municipality or subdivision within 14 the 5 per centum hereby authorized for which the good 15 faith of the people of Puerto Rico is pledged shall be counted. "That the internal-revenue taxes levied by the Legis-17 lature of Puerto Rico in pursuance of the authority granted 18 by this Act on articles, goods, wares, or merchandise may 19 be levied and collected as such legislature may direct, on the

articles subject to said tax, as soon as the same are manufactured, sold, used, or brought into the Island: Provided, That no discrimination be made between the articles imported from the United States or foreign countries and 24 similar articles produced or manufactured in Puerto Rico. 25 The officials of the Customs and Postal Services of the United States are hereby directed to assist the appropriate
difficials of the Puerto Rican Government in the collections
of these taxes."

4 Sec. 2. Section 12 of the aforesaid Act is amended to read as follows:

6 "That the supreme executive power shall be vested in
7 an executive officer whose official title shall be 'Governer
8 of Puerto Rico.' He shall be elected by the qualified
9 electors of Puerto Rico at the time and places of voting for
10 members of the legislature in general election, and shall hold
11 his office for a term of four years beginning on the first
12 Monday in March next after his election.

"The Governor shall reside in Puerto Rico during
this official incumbency and maintain his office at the seat
of government. He shall have general supervision and
control of all departments and bureaus of the government
in Puerto Rico, so far as is not inconsistent with the prela visions of this Act, and shall be commander in chief of
the militia. He may grant pardons and reprieves and
remit fines and forfeitures for offenses against the laws of
Puerto Rico, and respites for all offences against the laws
of the United States until the decision of the President can
be ascertained, and may veto any legislation enacted as
the increase of the commission all officers that
the may be anthorized to appoint. He shall be responsible

for the faithful execution of the laws of Puerto Rico and of the United States applicable to Puerto Rico, and whenever it becomes necessary he may call upon the commanders of the military and naval forces of the United States in the island, or summon the posse comitatus, or call out the militia to prevent or suppress lawless violence, invasion, insurrection, or rebellion, and he may, in case of rebellion or invasion, or imminent danger thereof, when the public safety requires it, suspend the privilege of the writ of habeas corpus, or place the island or any part thereof under martial law until communication can be had with the President and the President's decision therein made known. He shall annually, and at such other times as he 14 may be required, make official report of the transactions of the government of Puerto Rico to the executive depart-16 ment of the Government of the United States to be designated by the President as herein provided, and his said annual report shall be transmitted to Congress, and he shall perform such additional duties and functions as may in pursuance of law be delegated to him by the President. 21 No person shall be eligible to the office of governor who 22 is not a qualified elector, a citizen of the United States 23 and a resident of Puerto Rico, who has not attained the age 24 of thirty years, and who does not read and write the Spanish and English languages.

"There shall be elected at the same time, for the same term, and with like qualification as the governor, a lieutenant

3 governor who shall be ex officio president of the senate,

4 but shall have no vote except in cases of a tie, and during

5 the session of the legislature he shall receive such compensa-

6 tion as shall be allowed to a senator of Puerto Rico.

"The returns of every election for governor and lieutenant governor shall be sealed up and transmitted to the seat of government, directed to the speaker of the house of representatives, who shall during the first week of the session next after their election, open and publish them in the presence of both houses of the legislature; and the person 12 having the highest number of votes for the respective offices shall be governor and lieutenant governor; but if two or more shall be equal and highest in votes for the office of 15 governor, one of them shall be chosen governor by the joint 16 vote of the two houses, a majority determining; and, in like manner, if two or more shall be equal and highest in votes for the office of lieutenant governor, one of them shall be chosen lieutenant governor, by the joint vote of the two houses, a majority determining. And contested elections for governor and lieutenant governor shall be determined by both houses of the legislature in such manner as shall be prescribed by law.

"In case of the impeachment of the governor, his removal from office, death, refusal to qualify, resignation, or absence from the Island, the lieutenant governor shall exercise all the power and authority appertaining to the office of governor, until the governor, absent or impeached, shall return, or be acquitted, cannot be governor next regularly elected shall be duly qualified as the case may be; and for the time the lieutenant governor shall occupy the office of governor he shall receive the same compensation as shall be allowed by law to the regularly elected governor.

"In case of the impeachment of both the governor and the lieutenant governor, their removal from office, death, refusal to quality, resignation, or absence from the island the speaker of the house of representatives shall in like manner administer the government, unless the legislature shall otherwise provide; and for the time he shall occupy the office of governor he shall receive the same compensation as shall be allowed to the governor."

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SEC. 3. That section 13 of said Act to provide a civil government for Puerto Rico is hereby amended to read as follows:

"SEC. 13. That the following executive departments are hereby created: A Department of Justice, the head of which shall be designated as the Attorney General; a

25 Department of Finance, the head of which shall be desig-

14 sooner removed by the governor.

15 "The heads of departments shall reside in Puerto Rico
16 during their official incumbency and for at least one year

prior to their appointment.

17

Puerto Rico, and shall hold office for the term of four years

and until their successors are appointed and qualified, unless

"The heads of departments shall collectively form a

19 council to the governor, known as the executive council.

20 They shall perform, under the general supervision of the

21 governor, the duties hereinafter prescribed, or which may

22 hereafter be prescribed by law, and such other duties, not

23 inconsistent with law, as the governor may assign to them:

24 and they shall make annual and such other reports to the

25 governor as he may require, which shall be transmitted to

the executive department of the Government of the United
 States to be designated by the President as herein provided:
 Provided, That the duties herein imposed upon the heads
 of departments shall not carry with them any additional
 compensation."

6 Sec. 4. Paragraph 1 of section 20 of said Act to provide a civil government for Puerto Rico is hereby amended to read as follows:

"That there shall be appointed by the Governor of Puerto Rico by and with the advice and consent of the senate of Puerto Rico, an auditor, at an annual salary of \$5,000 for a term of four years and until his successor is appointed and qualified, who shall examine, audit, and settle all accounts pertaining to the revenues and receipts, from whatever source, of the government of Puerto Rico and of municipal governments of Puerto Rico, including public and trust funds and funds derived from bond issues; and audit, in accordance with law and administrative regulations, all expenditures of funds or property pertaining to or held in trust by the government of Puerto Rico or the municipalities or independencies thereof. He shall perform a like duty with respect to all government branches."

SEC. 5. That paragraph 1 of section 34 of said Act to provide a civil government for Puerto Rico is hereby amended to read as follows:

"That the enacting clause of the laws shall be as to acts, 'Be it enacted by the Legislature of Puerto Rico'. and as to joint resolutions, 'Be it resolved by the Legislature of Puerto Rico,'. Except as hereinafter provided. bills and joint resolutions may originate in either house. The Governor shall submit at the opening of each regular session of the legislature a budget of receipts and expenditures, which shall be the basis of the ensuing biennial appropriations bill. No bill shall become a law until it be passed in each house by a majority of yea-and-nay 10 vote of all members belonging to such house and entered 11 upon the journal and be approved by the Governor within 12 ten days thereafter. If when a bill that has been passed 13 is presented to the Governor for his signature he approve the same, he shall sign it; or if not he shall return it with 15 his objections to the house in which it originated, which 16 house shall enter his objections at large on its journal and 17 proceed to reconsider it. If, after such reconsiderations, two-thirds of all of the members of that house shall agree to pass the same it shall be sent, together with the objections, to the other house, by which it shall likewise be 21 reconsidered, and if approximately two-thirds of all the members of that house it shall become a law. If any bill presented to the Governor contains several items of appropriation of money, he may object to one or more of such 1 items, or any part or parts, portion or portions, thereof, while approving the other portion of the bill. In such case he shall append to the bill, at the time of signing it, a statement of the items, parts, or portions thereof to which he objects, and the appropriation so objected to shall not take effect. If any bill shall not be returned by the Governor within ten days (Sundays excepted) after it shall have been presented to him, it shall be a law in like manner as if he had signed it, unless the legislature by adjournment prevents its return, in which case it shall be a law signed by the Governor within thirty days after receipt by him, otherwise it shall not be a law. All laws enacted by the Legislature of Puerto Rico shall be reported to the Congress of the United States as provided in section 23 of this Act. If at the termination of any fiscal year the appropriations necessary for the support of the government for the ensuing fiscal year shall not have been made, the several sums appropriated in the last appropriation bills for the objects and purposes therein specified, so far as the same may be applicable, shall be deemed to be reappropriated item by item and until the legislature shall act in such behalf the treasurer may, with the advice of the Governor, make the payments necessary for the purposes aforesaid. The house of representatives shall have the sole power of impeachment; but the vote of two-thirds of all memail impeachments shall be tried by the senate. When sit-

ting for that purpose the senators shall be upon oath or

affirmation, and no person shall be convicted without the

concurrence of two-thirds of the senators present. The

senate may adjourn to a fixed day for the trial of any im-

peachment, and may sit for the purpose of such trial whether

the house of representatives be in session or not, but the

time fixed for such trial shall not be more than six months

from the time articles of impeachment shall be preferred by 10 the house of representatives. The chief justice shall preside 11 at all trials by impeachment. The Governor and Lieutenant 12 Governor shall be liable to impeachment for any misde-13 meanor in office, but judgment in such cases shall extend only to removal from office and disqualification to hold any office of honor, trust, or profit under the insular governments; but the party convicted or acquitted shall nevertheless be liable to indictment, trial, and punishment according to law." SEC. 6. That section 40 of said Act to provide a civil 19 government for Puerto Rico is hereby amended to read as follows: "SEC. 40. That the judicial power shall be vested in the courts and tribunals of Puerto Rico now established and in operation under and by virtue of existing laws. The jurisdiction of said courts and the form of procedure in them, and the various officers and attachés thereof, shall also continue to be as now provided until otherwise provided by law: Provided, however, That the chief justice and associate justices of the supreme court shall be appointed by the Governor, by and with the adv 're and consent of the Senate of Puerto Rico, and the Legis. are of Puerto Rico shall have authority, from time to time as it may see fit, not inconsistent with this Act, to organize, modify, or rearrange the courts and their jurisdiction, and procedure, except the District Courts of the United States of Puerto Rico. All judgments rendered by the Supreme Court of Puerto Rico 12 shall be final, except in case of the interpretation of a constitutional provision or of a law enacted by the Congress of the United States." SEC. 7. Section 30 of the aforesaid Act is hereby

amended to read as follows:

"That the term of office of senators and representatives shall be four years from the 2d day of January following their election. In case of vacancy among the members of the senate or in the house of representatives, due to any 21 cause other than expiration of term of office, a special election may be held, for the purpose of filling such vacancy, in the district where such vacancy occurs, under such regu-24 lations as 100 g be prescribed by law: Provided, That any 25 vacancy occurring among senators or representatives, last elected to the office was accredited at the time of such
election: And provided further, That no senator or representative shall, during the time for which he shall have been
elected, be appointed to any civil office under the government of Puerto Rico, nor be appointed to any office created
by Act of the legislature during the time for which he shall
have been elected until two years after his term of office

9 SEC. 8. Section 38 of the aforesaid Act is hearby

shall have expired."

"That all grants or franchises, rights, privileges, and concessions of a public or quasi-public nature shall be made a public-service commission consisting of three public-service commissioners, one who shall be the president of the said commission, and two associate commissioners, all to be appointed by the Governor with the advice and consent of the senate. The president of the public-service commission shall be appointed for a term of three years and until his successor shall be appointed and shall have qualified; and one of the said associate commissioners, first appointed, shall hold for a term of two years, and the other shall hold for a term of one year; and thereafter, each of said associate commissioners shall hold for a term of three years and until their successors shall have been appointed and shall have qualified; the salary of the president of the public1 service commission shall be \$6,000 a year and the said president shall devote his entire time to the duties as such commissioner. The compensation of the associate members. who shall also devote their entire time to the duties as such commissioner, shall earn a salary of \$4,000 a year. The said commission is empowered and directed to discharge all he executive functions relating to public-service corporations heretofore conferred by law upon the executive council and such additional duties and functions as may be conferred upon said commission by the legislature. Franchises, rights, and privileges granted by the said commission shall not be effected until approved by the governor and shall be reported to Congress, which hereby reserves the powers to annul or to modify the same." SEC. 9. The Interstate Commerce Act and the several 15 16 amendments made or to be made thereto, the Safety Appliance Acts and the several amendments made or to be made thereto, and the Act of Congress entitled "An Act to amend an Act entitled 'An Act to regulate commerce', approved February 4, 1887, and all Acts amendatory thereof, by providing for a valuation of the several classes of property of carriers subject thereto and securing information concern-

ing their stocks, bonds, and other securities", approved

SEC. 10. That sections 24 and 43 of said Act are hereby

March 1, 1934, shall not apply to Puerto Rico.

26 repealed.