H. R. 5926

IN THE HOUSE OF REPRESENTATIVES

March 23, 1959

Mr. Fernós-Isern introduced the following bill; which was referred to the Committee on Interior and Insular Affairs

A BILL

To provide for amendments to the compact between the people of Puerto Rico and the United States.

Whereas, under the terms of Public Law 600, Eighty-first Congress, the Congress of the United States and the people of Puerto Rico entered into a compact which, fully recognizing the principle of government by consent, provided for the organization of a government by the people of Puerto Rico pursuant to a constitution of their own adoption, and which specified in the Puerto Rican Federal Relations Act the terms of their association with the United States; and

Whereas the people of Puerto Rico, on July 25, 1952, created the Commonwealth of Puerto Rico within the terms of said compact, pursuant to a constitution of their own adoption, which constitution was approved by the Congress in Public Law 447, Eighty-second Congress; and

Whereas, pursuant to the terms of said compact, the Commonwealth of Puerto Rico is associated with the Federal Union on the basis of common citizenship, common defense, and international political relations, a common market, a common currency, and a common dedication to the fundamental principles of democracy incorporated in the Constitution of the United States and safeguarded by the Federal as well as the local judicial system; and

Whereas the Legislative Assembly of the Commonwealth of Puerto Rico has proposed amendments to the compact, subject to ratification by the people of Puerto Rico, in order to eliminate therefrom certain inappropriate provisions and to clarify, develop, and perfect its terms so as better to achieve fulfillment of its purposes: Therefore

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 That the compact between the United States and the people
- 4 of Puerto Rico is hereby amended by deleting section 4
- 5 of Public Law 600, Eighty-first Congress, and by substi-
- 6 tuting in lieu thereof the following language:
- 7 "SEC. 4. The following provisions shall be known and
- 8 cited as 'The Articles of Permanent Association of the people
- 9 of Puerto Rico with the United States.'
- "Article I. The Commonwealth of Puerto Rico com-
- 11 prises the island of that name and its waters and all the
- 12 islands and waters of those islands in the West Indies, adja-
- 13 cent to the island of Puerto Rico, lying east of the 74th

- 1 Meridian of longitude west of Greenwich, which are referred
- 2 to in Article II of the treaty between the United States and
- 3 the Spanish Government, entered into on the 10th day of
- 4 December, 1898.
- 5 "Article II. (a) The rights, privileges and immunities
- 6 of citizens of the United States shall be respected in Puerto
- 7 Rico to the same extent as if Puerto Rico were a State of
- 8 the Union and subject to the provisions of paragraph 1 of
- 9 Section 2 of Article IV of the Constitution of the United
- 10 States.
- "(b) Full faith and credit shall be given in the Com-
- 12 monwealth of Puerto Rico to the public acts, records and
- 13 judicial proceedings of the several States of the Union, the
- 14 District of Columbia and the Territories and Possessions of
- 15 the United States, and full faith and credit shall be given in
- 16 each State, the District of Columbia and the Territories and
- 17 Possessions of the United States, to the public acts, records
- 18 and judicial proceedings of the Commonwealth of Puerto
- 19 Rico. The laws of Congress prescribing the manner in
- 20 which such acts, records and procedures shall be approved,
- 21 applicable to the States of the Union, shall be applicable in
- 22 the case of the Commonwealth of Puerto Rico.
- 23 "(c) A person charged in any State, Territory or Pos-
- 24 session of the United States, or the District of Columbia,
- 25 with treason, felony or other crime, who shall flee from jus-

tice and be found in Puerto Rico shall, on demand of the
executive authority of the State, Territory or Possession, or
the District of Columbia, from which he fled, be delivered

4 up to be removed to the State, Territory or Possession, or the

5 District of Columbia, having jurisdiction of the crime, and

6 a person charged in the Commonwealth of Puerto Rico with

7 treason, felony or other crime, who shall flee from justice

8 and be found in a State of the Union or a Territory or Pos-

9 session of the United States, or the District of Columbia, on

10 demand of the executive authority of the Commonwealth

11 of Puerto Rico, shall be delivered up to be removed thereto.

"Article III. (a) All bonds issued by the United States,

13 or by its authority, or by any State, Territory or Possession

14 of the United States, or by any county, municipality or

15 other municipal subdivision of any State, Territory or Pos-

16 session of the United States, or by the District of Columbia,

17 or by the authority of any of them, shall be exempt from

18 taxation by the Commonwealth of Puerto Rico.

"(b) All bonds issued by the Commonwealth of Puerto

20 Rico or by its authority, shall be exempt from taxation

21 by the Government of the United States, or by the Govern-

22 ment of Puerto Rico or of any political or municipal sub-

division thereof, or by any State, Territory or Possession

24 of the United States, or by any county, municipality or

ent established in

- 1 other municipal subdivision of any State, Territory, or Pos-
- 2 session of the United States, or by the District of Columbia.
- 3 "(c) In the exercise of its power to levy internal-
- 4 revenue taxes, the Commonwealth of Puerto Rico shall
- 5 make no discrimination between articles imported from the
- 6 United States or foreign countries and similar articles pro-
- 7 duced or manufactured in Puerto Rico. Upon request of
- 8 the Commonwealth of Puerto Rico, the officials of the
- 9 Customs and Postal Services of the United States shall
- 10 assist the Commonwealth government in the collection of
- 11 internal-revenue taxes.
- 12 "(d) Articles of merchandise of Puerto Rican manu-
- 13 facture coming into the United States and withdrawn for
- 14 consumption or sale shall be subject to taxation in Puerto
- 15 Rico under the internal revenue laws of the Commonwealth
- 16 of Puerto Rico at the same rate as like articles produced
- 17 for use or consumption in Puerto Rico, and in addition
- 18 thereto, they shall be subject to payment to the United
- 19 States of a compensatory tax in an amount equal to the
- 20 difference between the internal revenue tax imposed thereon
- 21 under the laws of the Commonwealth of Puerto Rico and an
- 22 amount equal to the internal revenue tax imposed in the
- 23 United States on like articles of domestic manufacture at
- 24 the point of manufacture or production,

- 1 "(e) The income tax laws of the United States shall
- 2 apply in Puerto Rico upon the incomes of residents of
- 3 Puerto Rico derived from sources outside of Puerto Rico,
- 4 including federal salaries, but income tax payments to the
- 5 Commonwealth of Puerto Rico on such income shall be
- 6 credited against federal income taxes.
- 7 "(f) The taxes imposed and collected by the United
- 8 States under subsections (d) (e) of this Section shall be
- 9 covered into the Treasury of the United States.
- "(g) Except as provided in subsections (d) and (e)
- 11 of this Section, the internal revenue laws of the United States
- 12 shall have no force and effect in Puerto Rico.
- 13 "(h) The social insurance laws of the United States
- 14 under which the participating states or the people thereof
- 15 substantially pay the costs of insurance shall extend to Puerto
- 16 Rico equally as if Puerto Rico were a member State of the
- 17 Union. Laws of the United States establishing programs
- 18 under which the federal government substantially con-
- 19 tributes the cost thereof, such as direct aid to the needy, and
- 20 grants-in-aid laws, shall apply to Puerto Rico only if the
- 21 Congress specifically so provides and in accordance with the
- 22 determination of the Congress.
- 23 "Article IV. (a) All merchandise produced or manu-
- 24 factured in Puerto Rico and transported to the United States,
- 25 or produced and manufactured in the United States and

- 1 transported into Puerto Rico, shall be entered at the several
- 2 ports of entry free of duty, and free of quantitative restric-
- 3 tions other than those that could be placed on commerce
- 4 if Puerto Rico were a state of the Union and subject to the
- 5 provisions of § 8 of Article I of the Constitution of the
- 6 United States.
- 7 "(b) The tariffs, customs and duties levied, collected
- 8 and paid upon all articles imported into Puerto Rico from
- 9 ports other than those of the United States shall be the same
- 10 as those required by law to be collected upon articles im-
- 11 ported into the United States from foreign countries except
- 12 as Congress may otherwise provide upon request of the
- 13 Commonwealth of Puerto Rico: Provided, however, that
- 14 on all coffee in the bean or ground imported into Puerto
- 15 Rico, there shall be levied and collected a duty in such
- 16 amount as may be fixed by the Commonwealth of Puerto
- 17 Rico, any law or part of law to the contrary notwithstanding.
- 18 "(c) The customs of the Commonwealth of Puerto Rico
- 19 shall be administered by the Secretary of the Treasury of the
- 20 United States or his delegate, and the Secretary of the Treas-
- 21 ury or his delegate shall designate the several ports and
- 22 subports of entry in Puerto Rico and shall make such rules
- 23 and regulations and incur in such expenses as may be neces-
- 24 sary to collect the duties levied, collected and paid in Puerto
- 25 Rico as herein provided, and the Secretary of the Treasury

- 1 or his delegate shall appoint and fix the compensation and
- 2 provide for the payment of, all such officers, agents and
- 3 assistants as the Secretary of the Treasury or his delegate may
- 4 find necessary to employ for the administration of the customs
- 5 of the Commonwealth of Puerto Rico.
- 6 "(d) The proceeds of all tariffs, customs and duties
- 7 levied and collected in Puerto Rico shall be paid into the
- 8 Treasury of the Commonwealth of Puerto Rico.
- 9 "(e) At the beginning of each fiscal year and upon
- 0 certification by the Secretary of the Treasury of the United
- 11 States or his delegate of the amounts necessary to defray
- 12 the expenses incurred in the administration of the customs of
- 13 the Commonwealth of Puerto Rico, the Secretary of the
- 14 Treasury of the Commonwealth of Puerto Rico, out of the
- 15 funds in his custody, shall advance such amounts to the
- 16 Secretary of the Treasury of the United States, which shall
- 17 be covered into a special fund in the Treasury of the United
- 18 States to be known as "The Commonwealth of Puerto Rico
- 19 Customs Service Fund", and the Secretary of the Treasury
- 20 of the United States is hereby empowered to make all neces-
- 21 sary payments for the administration of the Customs Service
- 22 of the Commonwealth of Puerto Rico out of such fund.
- 23 "(f) At the request of the Commonwealth of Puerto.
- 24 Rico, the President of the United States may, within the
- 25 limits of the President's authority under applicable Federal

- 1 law, negotiate trade and commercial agreements, or special
- 2 provisions in such agreements, applicable to Puerto Rico,
- 3 and relating to commodities or articles of particular impor-
- 4 tance to the economy of Puerto Rico, and the President,
- 5 upon request by the Commonwealth, shall exclude Puerto
- 6 Rico from any trade agreement unless he finds that the gen-
- 7 eral interests of the United States require that Puerto Rico
- 8 be included.
- 9 "Article V. (a) All citizens of Puerto Rico as defined
- 10 by Section 7 of the Act of April 12, 1900 entitled "An Act
- 11 temporarily to provide revenues and a civil government for
- 12 Puerto Rico, and for other purposes", and all persons born
- 13 in Puerto Rico who were temporarily absent from Puerto
- 14 Rico on April 11, 1899 and who thereafter returned and
- 15 established a permanent residence in Puerto Rico and who
- 16 are not citizens of any foreign country, are citizens of the
- 17 United States.
- 18 "(b) All persons born in Puerto Rico on or after April
- 19 11, 1899, are citizens of the United States equally as if born
- 20 in a State of the Union.
- 21 "(c) This Act shall not be construed as depriving any
- 22 person of his or her citizenship otherwise lawfully acquired
- 23 by such person, or to extend such citizenship to persons
- 24 who have renounced or lost it under the treaties or laws of

- 1 the United States or who are citizens or subjects of a foreign
- 2 country now residing permanently abroad.
- 3 "(d) Residence in Puerto Rico shall be equivalent to
- 4 residence in a State of the Union for purposes of naturali-
- 5 zation under the laws of the United States.
- 6 "(e) Any citizen of the United States who is not other-
- 7 wise a citizen of Puerto Rico shall be deemed to be a citizen
- 8 of Puerto Rico upon establishing his residence in Puerto
- 9 Rico in accordance with the laws of the Commonwealth of
- 10 Puerto Rico.
- "Article VI. It is the intention of the United States
- 12 and the Commonwealth of Puerto Rico that the Common-
- 13 wealth, from time to time, as its ability to do so permits,
- 14 shall certify to the President of the United States its readi-
- 15 ness to pay the cost of or to assume the responsibility for
- 16 specific functions, duties and services performed by the fed-
- 17 eral government in Puerto Rico except those which the
- 18 federal government should retain in order to fulfill the nature
- 19 of this permanent association. If the President finds that
- 20 the acceptance of payment by Puerto Rico of the cost of
- 21 such functions, duties or services, or the transfer thereof, is
- 22 consistent with the interests of the United States and the
- 23 intent of the compact, he shall transmit the certification of
- 24 the Commonwealth of Puerto Rico to the Congress, with
- 25 his recommendation. If the Congress shall authorize accept-

- 1 ance of such payments, they shall become obligations of
- 2 the Commonwealth of Puerto Rico from and after the date
- 3 specified by the Congress. In the event that the Congress
- 4 shall authorize a transfer of functions, duties or services,
- 5 such functions, duties or services shall, from and after the
- 6 date fixed by the Congress, be governed by and performed
- 7 under laws of the Commonwealth which shall include provi-
- 8 sions assuring full protection of the rights and tenure of
- 9 the federal employees who may be affected.
- "Article VII. (a) All property acquired by the United
- 11 States under Article VIII of the treaty between the United
- 12 States and Spain, entered into on the 10th day of December,
- 13 1898, (hereinafter referred to as Crown Property) is and
- 14 shall be the property of the Commonwealth of Puerto Rico,
- 15 subject to the provisions of this Article.
- "(b) Such part of the aforesaid Crown Property as is
- 17 reserved to the United States for public purpose as of the
- 18 effective date of this Act shall continue under the control of
- 19 the United States: Provided, that the President of the
- 20 United States, from time to time, notwithstanding any other
- 21 provision of law, shall transfer to the Commonwealth of
- 22 Puerto Rico the control over or other rights of the United
- 23 States in the Crown Property or parts thereof, as said con-
- 24 trol or rights are no longer needed for essential public pur-
- 25 poses of the United States. Such transfers shall be with-

- 1 out cost to the Commonwealth of Puerto Rico except that
- 2 the Commonwealth shall pay the depreciated cost or ap-
- 3 praised fair value of any improvements on the property
- 4 which have been made by the United States and which are
- 5 or may be used by or useful to the Commonwealth.
- 6 "(c) In addition to the provisions of paragraphs (a)
- 7 and (b) of this Article, the President of the United States
- 8 shall from time to time, notwithstanding any other provi-
- 9 sion of law, dispose of land, buildings and other interests or
- 10 property in Puerto Rico, owned or controlled by the United
- 11 States, which are not needed for essential public purposes
- 12 of the United States. The President shall first offer such
- 13 land, buildings, interests or property to the Commonwealth
- 14 of Puerto Rico, and if the Governor of the Commonwealth
- 15 shall certify that they are needed for the public purposes of
- 16 the Commonwealth, they shall be transferred to it at cost
- 17 to the United States.
- "(d) As soon as practicable, and in no event later than
- 19 two years after the effective date of this Article, each federal
- 20 agency which owns or controls property in Puerto Rico shall
- 21 submit to the President and the Congress a report specifying
- 22 the lands, buildings and property or interests therein which
- 23 it owns or controls and describing the need, if any, for a
- 24 continuation thereof.
- 25 "(e) The President of the United States may from time

- 1 to time accept from the Commonwealth of Puerto Rico any
- 2 lands, buildings or other interests or property which may be
- 3 needed for public purposes of the United States.
- 4 "Article VIII. The harbor areas, navigable streams,
- 5 bodies of water and submerged lands in and around Puerto
- 6 Rico, which are now under the control of the Commonwealth
- 7 of Puerto Rico, are hereby transferred to the Commonwealth
- 8 of Puerto Rico: Provided that the use, occupancy and con-
- 9 trol of said harbor areas, waters and submerged lands by
- 10 the United States or any Department or agency thereof
- 11 shall not be impaired, and that the laws of the United States
- 12 for the protection and improvement of the navigable waters
- 13 and for the preservation of the interests of navigation and
- 14 coverage shall continue to apply to Puerto Rico with respect
- 15 to the surrounding waters, harbors and inlets that may be
- 16 directly accessible at low tide from the open sea, but not
- 17 including the streams, lakes and lagoons within Puerto Rico;
- 18 and provided further, that nothing contained in this Act
- 19 shall be construed so as to affect or impair in any manner
- 20 the terms or conditions of any authorizations, permits or
- 21 other powers heretofore lawfully transferred or exercised
- 22 in or in respect of said harbor areas, waters and submerged
- 23 lands by authorized officials of the United States.
- 24 "Article IX. (a) Except as otherwise provided in this
- 25 compact, the Federal Government shall have and may exer-

- 1 cise the same powers in respect of Puerto Rico that it has
- 2 in respect of the several States of the Union.
- 3 "(b) Statutory laws of the United States heretofore or
- 4 hereafter enacted, insofar as they are consistent with this
- 5 compact and are otherwise applicable, shall have force and
- 6 effect in respect of Puerto Rico to the extent that they could
- 7 be applied if Puerto Rico were a member State of the
- 8 Federal Union.
- 9 "(c) Statutory laws of the United States hereafter
- 10 enacted shall not be deemed to be applicable with respect
- 11 to the Commonwealth of Puerto Rico unless specifically
- 12 made applicable by Act of Congress, by reference to Puerto
- 13 Rico or to the Commonwealth of Puerto Rico by name.
- "Article X. All public officials of the Commonwealth,
- 15 its agencies, instrumentalities and political subdivisions, be-
- 16 fore entering upon their respective duties, shall take an oath
- 17 to support the Constitution of the United States and the
- 18 Constitution of the Commonwealth of Puerto Rico.
- 19 "Article XI. (a) The Commonwealth of Puerto Rico
- 20 shall be represented in the Congress of the United States
- 21 by a Commissioner of Puerto Rico to the United States who
- 22 shall have all the rights and privileges of a member of the
- 23 House of Representatives of the Congress except that he
- 24 shall not be entitled to vote in the House of Representatives
- 25 or to offer a motion to recommit. He shall be an ex-officio

- 1 member of such committees of the House of Representatives
- 2 as may have general charge of matters concerning Puerto .
- 3 Rico and shall also be a member of such other committees
- 4 as the House may determine. Said Commissioner shall be
- 5 entitled to receive official recognition as such Commissioner
- 6 by all departments of the Government of the United States
- 7 upon presentation, to the Department of State, of a certifi-
- 8 cate of election issued by the Governor of the Common-
- 9 wealth of Puerto Rico.
- 10 "(b) The Commissioner of Puerto Rico to the United
- 11 States shall be elected by the qualified electors of Puerto
- 12 Rico, at a general election to be held every four years
- 13 under the Constitution of the Commonwealth, and his term
- 14 of office shall be four years from the third of January, fol-
- 15 lowing his election, and until his successor is qualified.
- "(c) The Commissioner of Puerto Rico to the United
- 17 States shall be entitled to receive the same salary, emolu-
- 18 ments, allowances, facilities and services as may be provided
- 19 by law for the members of the House of Representatives.
- 20 No person shall be eligible for election as Commissioner who
- 21 is not a bona fide citizen of the United States and of the
- 22 Commonwealth of Puerto Rico and who is not more than
- 23 twenty-five years of age and who does not read and write
- 24 the English language. In the case of vacancy to the office
- 25 of the Commissioner by death, resignation or otherwise, the

- 1 vacancy shall be filled for the remainder of the term, as
- 2 may be provided by law of the Commonwealth of Puerto
- 3 Rico.
- 4 "Article XII. The Commonwealth of Puerto Rico has
- 5 and shall have full powers of self-government consistent with
- 6 the powers which the Federal Government exercises in
- 7 accordance with this compact. Such powers shall be exer-
- 8 cised by the Commonwealth in accordance with the ap-
- 9 plicable provisions of the Constitution of the United States,
- 10 the terms of this compact and the Constitution of the Com-
- 11 monwealth of Puerto Rico.
- 12 "Article XIII. (a) The jurisdiction of the United
- 13 States District Court for the District of Puerto Rico shall
- 14 be the same as that provided by law with respect to the
- 15 District Courts of the United States in the various districts
- 16 in the States of the Union, including jurisdiction for the
- 17 naturalization of aliens and residents of Puerto Rico who
- 18 are not otherwise citizens of the United States.
- 19 "(b) All proceedings in said Court shall be conducted
- 20 in the English language, but if the judge of said Court shall
- 21 determine that the interests of justice so require, and if the
- 22 parties consent, he may order that any trial or proceeding
- 23 be conducted in the Spanish language.
- 24 "(c) The qualifications of jurors, as fixed by the laws
- 25 of the Commonwealth of Puerto Rico, shall apply to jurors

- 1 selected to serve in United States courts in Puerto Rico, but
- 2 except in the case of trials conducted in the Spanish language,
- 3 they shall have, as an additional qualification, sufficient
- 4 knowledge of the English language to enable them to serve
- 5 as jurors.
- 6 "(d) No suit for the purpose of restraining the assess-
- 7 ment or collection of any tax imposed under the laws of the
- 8 Commonwealth of Puerto Rico shall be maintained in the
- 9 United States courts.
- "Article XIV. Final judgments or decrees of the Su-
- 11 preme Court of Puerto Rico shall be subject to review by the
- 12 Supreme Court of the United States in like manner as the
- 13 decisions of the highest courts of the several States.
- 14 "Article XV. Nothing in these Articles of Association
- 15 shall affect the validity or applicability of laws of the United
- 16 States heretofore or hereafter enacted by the Congress subject
- 17 to the consent of Puerto Rico which are or have been ac-
- 18 cepted by the Commonwealth in accordance with its terms.
- 19 Sec. 2. The compact between the United States and
- 20 the people of Puerto Rico is hereby further amended by de-
- 21 leting section 5 of Public Law 600, Eighty-first Congress,
- 22 and by substituting therefor the following provisions:
- 23 "Section 5: The following laws are hereby repealed
- 24 as of the effective date of this Act:
- 25 "The Act of Congress entitled 'An Act temporarily to

- 1 provide revenues and a civil government for Puerto Rico,
- 2 and for other purposes', approved April 12, 1900; the Act
- 3 of Congress entitled 'An Act to provide a civil government
- 4 for Porto Rico and for other purposes', approved March 2,
- 5 1917, as amended, and referred to as the Puerto Rican
- 6 Federal Relations Act; and all laws or parts of law incon-
- 7 sistent with any of the provisions of this Act or of the com-
- 8 pact: Provided, however, that until the Commonwealth of
- 9 Puerto Rico, by amendment of its constitution, shall have
- 10 adopted limitations upon its debt-incurring capacity, it shall
- 11 not exceed the limitations upon its public indebtedness set
- 12 forth in Section 3 of the Puerto Rican Federal Relations
- 13 Act."
- 14 SEC. 3. This Act and any amendments thereto enacted
- 15 by the Congress shall become effective when approved by a
- 16 majority of the qualified voters of Puerto Rico participating
- 17 in a referendum to be held in accordance with the laws of
- 18 the Commonwealth of Puerto Rico and upon proclamation
- 19 by the President after receipt by him of certification by
- 20 the Governor of the Commonwealth of the results of such
- 21 referendum.

ABILI

To provide for amendments to the compact between the people of Puerto Rico and the United States.

By Mr. Fernós-Iseria

Максн 23, 1959

Referred to the Committee on Interior and Insular