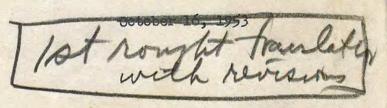
MEMORANDUM



The Commonwealth of Puerto Rico was established on July 25, 1952. It is free, and at the same time associated with the United States of America.

The people of Puerto Rico took the following steps in arriving at their present status:

- 1. In the general elections of 1948, the people categorically and unequivocally placed their faith in the party whose platform proposed the political status now achieved by the people of Puerto Rico. In so doing, the people rejected the programs of the two political parties which proposed on the one hadre complete separation from the U. Strand on the other hand, integration into the federal union of the United States.
- 2. On March 13, 1950, the Resident Commissioner of Puerto Rico in the United
  States elected to office as a candidate of the party that received overwhelming support
  of the electorate on the basis of its program, submitted to the Congress of the United
  States a proposed law which would establish the status decided upon by the people of Puerto
  Rico (H. R. 767h). House Resolution 7674.
- 3. The Congress of the United States approved this legislation (Public Law 600 of 1950) during that very session, and the people of Puerto Rico accepted, in a referendum held on June 4, 1951, the terms of the agreement set forth by the Congress of the United States in the law mentioned above, based upon which Puerto Rican's political status would be established.
- 4. On August 27, 1951, delegates were elected to a Constitutional Convention for the purpose of formulating the Constitution of the Commonwealth of Puerto Rico. This election was held in accordance with the election laws of Puerto Rico.
- 5. The Constitution approved by the Constitutional Convention was ratified by the people of Puerto Rico on March 3, 1952.
- 6. On July 3, 1952, the Congress of the United States approved the Joint Resolution (Public Law 177, 1952) which ratified the Constitution of Puerto Rico, such ratification subject to certain stipulations which were to be submitted for acceptance or rejection to the Constitutional Assembly.

Subsequently) -2- Convention

7. On the Constitutional approved the stipulations made by the Congress based upon which the Constitution was to become effective.

8. On July 25, 1952 the Governor of Puerto Rico proclaimed the Constitution to be in effect in accordance with its own terms.

The Commonwealth of Puerto Rico is therefore a state, duly constituted by the people of Puerto Rico according to their wishes and through the exercise of their natural right. It is so declared by the Constitution, which establishes a republican form of Government.

Puerto Rico is a free state in that it is not subject to any superior authority.

Since it functions in accordance with the terms of a political and economic agreement solmnly entered into with the United States of America, its authority eminates from the sovereignty of the people of Puerto Rico. Executive, legislative and judicial rest exclusively with the people of Puerto Rico.

Puerto Rico is a state associated to the United States by virtue of the fact that
the people of Puerto Rico, upon constituting themselves into a free state, as sed that
the exercise of certain political authority, together with corresponding responsabilities.
in so far as relation between states and the federal government, is concerned, remain with
the government of the United States.

These rights and responsibilities are, generally speaking, those same rights

which the people of the United States delegated to the federal government created under the

Constitution of the United States, and are consequently not retained by the individual states

of the limit. Federal min.

However, the federal government does not have, as in the case of the states within the Union, the right to tax the inhabitants of Puerto Rico Constitutionally speaking, PuerTo Rico is not part of the federal Union, but is a ssociated to t by virtue of a bilateral agreement.

#### STRUCTURE OF THE COMMONWEALTH

The Commonwealth functions by virtue of its own Constitution and within the framework of its political and economics association with the United States in accordance

with the stipulations of the agreement that created the association. The

Constitution of the Commonwealth of Puerto Rico proclaims the political sovreignty

of the people of Puerto Rico. This Constitution and the terms of the association

have been sanctioned by the people of Puerto Rico through the placettes and

ratified by the Congress of the United States. (Public Law 600 of the 81st

Congress and Public Law 477 of the 82nd Songress.)

The spirit of the Commonwealth of Puerto Rico is profoundly democratic.

Whiversal suffrage is guaranteed under the Constitution and no limitation is imposed with respect to property or literacy. The ballot is secret. General elections are held every four years. Cuasi-proportional pepresentation in the legislative body is assured to all minority parties on a quasi-proportional basis. Indicate, legislative and executive powers are completely independent of each other, responsible only to the people of Puerto Rico. The Chief Executive may be called the account by the legislative power.

The Constitution guarantees freedom of speech and press; protects citizens against invasion of their privacy; establishes trial by jury in all cases of serious crimes, as well as the right of habeas corpus; guarantees the right to life, to property and liberty, and no one may be denied these rights without due process of law.

The Constitute provides for the method by which it may be amended; man amendments must be initiated by the legislature and finally decided upon by the people through plebicites, with no other intervention.

# ASSOCIATION WITH THE UNITED STATES

The specific terms of the association between the Commonwealth of Puerto Rico and the United States are in the Federal Relations Act of Puerto Rico as established in the agreement.

The Federal Relations Act of Puerto Rico is made up of former sections of the Organic Act of Puerto Rico which was in effect until the inauguration of the

4 Those provisions of law which originally were enacted by unilateral action of the Congress of the United States and which Puesto Rico now wished to preserve became, under the compact, bilateral stipulations governing the association bettween buents Ries and the United States, Auch stipulations are the bramework of political and economic relationships in the development of the Common wealth Somolops. of Parts Rico. Maturally , since the Prento Rican Federal Relations act is a part of the compact it cannot be arrended except by mutual agreement between the people of Puerto Rico and the United States. as stated by my coleague Mr Committee on Suformation From Non Self-governing Territories;

a) that for international purposes the citizens of Purts Ries are citizens of the United States; United States and that When residing in a state of the Union the automatically becomes a cetizer of the state in which he resides enjoying all the political rights and provileges thereto.)

States, after having resided in Puerto Rico for one year, antonatically become citizens of Purto Rico. including ports, navigable waterways, submerged lands.
and adjacent aslands and waters, become the domain of the people of Puert Rico and therefore of the Commonwealth of Puerto Rico, except for the Certain some old fortifications originally beloging to the Spanish Crown which were reserved for 1900 foruse by the federal government and other general property acquired through purchases.

9-Rich has Commowealth of Parts (Rich) has Complete authority overginternal affaires. On the other hand, the functions of the U.S. government in Swerts Ries are subject to the same limitations of in the states of the Union. The Congress of the United States has therefore agreed that Purto Rico will be beyond any control or intervention in its government and internal administration. exempted from 1) United States laws locally inapplicable, which of course includes

laws contrary to the terms
of the compact; 2) and
expressly, United States
lax laws of

Puerto Rico, through free elections, selects a Resident Commissioner to the United States who is the recognized by the Departments of the Government of the United States as the Commissioner of Puerto Rico. This recognition of the Resident Commissioner of Puerto Rico by the legislative branch of the Government of the United States, has taken the form of extending the privileges of membership without vote to the House of Representatives of the United States.

- ECONOMIC UNION

The Commonwealth imposes, and coffeets its own are pail web the Treasy ECONOMIC UNION en the Jueto Rican Federal Relations Act petains the following provisions for economic union between Puerto Rico and the United States, me of which were treated since 1900 and upon which the economy of Puerto Rico is based: Tariff equal to that required in the United States must be paid on foreign products entering Puerto Rico with the exception of coffee, id upon antry in the produced in Puerto Rico, free of duty in the United States and subject ec which enters to a custom house duty on leaving Puer to Rico. Custom house fees lacted in Puerto Rico go to the treasury of the Commonwealth. There are no custom(have duties between Puerto Rico and the kirea United States. 3. Products of United States exported to Puerto Rico are free of internal revenues of an internal character in the United States, the same taxes equal of those on domestic products of Puerto Rico under the laws in Vuesto of Puerto Rico, Taxes thus collected go into the treasury of the RALD which are point Commonwealth. On the contrarys one 4. A The products of Puerto Rico exported to the United States are countervailing subject before leaving Puerto Rico, to a tax equal to taxes imposed in the the same United States upon equal domestic products of the United States. The income also goes to the Treasury of the Commonwealth of Puerto, Rico. Juch Magain ned for the public freasury muintend United States during of the Phited States represented an income of \$ 261 million of The United States government collects a daily on sugar refined in Puerto Rico equal to that collected in the United States for the sugar refined domestically. It goes to the federal treasury, but the federal treasury pays a subsidy for every hundred weight of sugar produced in Puerto Rico, equal to that which is paid in the United States. Puerto Rico is thus

benefited in the amount of about \$15,000,000 annually as a result of this.

Within the system of market quotas to which domestic and imported sugar in the United States is subject. Puerto Rico has a quota for sugar in the United States market higher than any other domestic region, except the beet producing area of the United States, composed of states of the United States.

for unemployment insurance provisions. Since Social Security is based on payments made by employers and workers, then United States Social Security was originally extended to Puerto Rico, it remained in the discretion of the legislature of Puerto Rico to accept or reject it, in accordance with the principle of Puerto Rico is exemption from federal taxation. The Legislature of Puerto Rico approved the entry of Puerto Rico into the federal system of United States Social Security.

- Rico, including defense and payments to Veteran, are paid by the Treasury of the United States. The cost of the National Guard of Puerto Rico as he long as it is an the service of the State, is shared by the State and rederal governments. When it passes to the federal service, its expenses are paid exclusively by the Federal Treasury.
- 8. Laws providing economic cooperation between the Federal government and the States of the Union for the construction of roads, schools, public health services, school lunchroom services, credit and employment service, public housing, etc., are extended to Puerto Rico. All joint programs administered by the State government.

The Commonwealth has agreed to limit the public debt to 10% of
the assessed value of taxable property; on the other hand, sureties issued
by the government of the Commonwealth are free of all taxation in the United
States are
the Sovernment bond issues are
the Sovernment bond issues are

### AMENDMENTS TO THE CONSTITUTION

Amendments to the Constitution of Puerto Rico are adopted by the people of Puerto Rico. They are not subject to subsequent approval by the United States Congress.

# ERRONEOUS INTERPRETATIONS

A minority political party, the Independence Party, maintains that Puerto Rico has not yet achieved full self-government. According to its interpretation, the Congress of the United States retains the following powers:

- 1) The power to revoke or amend the Constitution of the Commonwealth unilaterally terally.
- 2) The power to evoke or unilaterally amend Law 600 and the Federal Relations Act, upon which the agreement between the two peoples rests.
- 3) The power to revoke, amend or suspend any law passed by the Legislature ( ) of Puerto Rico.
- 4.) The power to enact legislation affecting the internal as well as external affairs of Puerto Rico, without restriction.

Obviously, this interpretation is in error. Furthermore, those who hold this view lack the necessary political or juridical authority. Only the people of Puerto Rico and the government of the United States have the authority to interpret the compact. The Independence Party has consistently held to its thesis throughout the referenda compact of the Constitution and the compact, and again during the general elections of 1952. The Constitutional Assembly as well as the Puerto Rico electorate decisively rejected the Independence Party's position.

nationalist and community groups, the people of Puerto Rico hold that the Constitution and the laws of the Commonwealth can only be amended, suspended or revoked by the authority which is exclusively vested in them; that the commact between the United States and Puerto Rico can only be amended or revoked by mutual agreement of both parties; that, as in the case of the states of the Union, Congress does not have the power to enact legislation affecting local affairs in Puerto Rico; that these powers according to the provisions of the compact, rest solely with the people of Puerto Rico, and that in matters relating to external affairs, the Congress of the United States is subject, in the case of Puerto Rico, to the same Constitutional restrictions which limit its function in respect to the states of the United States. In every respect, the understanding of the government of the United States.

Dynamics of the Commonwealth of Puerto Rico

with reference to the Since the political authority of the Commonwealth in resp life of the people of Puerto Rico has no other limitations than that imposed upon it by its own Constitution which emanated from the will of the people, The government of the Commonwealth of Puerto Rico has complete authority to deal with all ld an example fundamental problems be they economic, social or cultural in

tack of breaking up large land/holdings and reducing absentee land which had its beginning prior to the establishment of the Commonwealth, continues under the laws of the new state.

has taken to Similarly, in the field of public education the Commonwealth has initiative A realistic educational policy has been set up whereby Spanish is retained as the teaching medium in the schools, thus preserving Puerto Rico's cultural traditions, To this is added English an essential tool in the developthe lab ment of Puerto Rico's relationship.

Puerto Rico's progress is shown in the enactment of unemployment insurance for sugar cane workers and the minimum wage law.

All of this legislation is an expression of Puerto Rico's own policies. These laws have been adopted by the people of the Commonwealth as an expression of their own authority for which they are entirely responsible.

The free citizens of Puerto Rico pay no tribute into the federal treasury; they receive assistance and cooperation from the United States Government for social, economic and educational purposes, without any limitation placed upon The Communalth of Thus Puerto Rico can make use of all of its resources for pretheir autonomy. grams of social, economic and cultural development in accordance with philosophy and subject to their own decisions

The principle of mutual agreement is the basis upon which the relations between the United States and Puerto Rico rest. This agreement can be changed only by mutual consent, thus insuring the development of this relationships with the united States under under conditions most favorable to the Commonwealth.

Puerto Rico's political structure embodies the substance of true popular rule. Government derives entirely from free decisions many through the ballot, as does the Constitution which we drafted and approved by the people themselves, planning for the country's social and which can only be altered by the people. and economic development is made possible by the Commonwealth government's control potential monetary access to the world's richest consumer market guaranteed, transformation into an



industrial society with a high living standard becomes possible. Since the United States recognizes that its relationship with Puerto Rico is based free determination and the principle of mutual agreement, the path remains open for future expressions of the will of Puerto Rico people through the exercise of the vote as a part of the democratic process of the ballof.

The Commonwealth of Puerto Rico, the result of a people's creative introderes a new form of political relationship between one people

a new kind of association, into the international colonialism is eradicated in Puerto Rico, and in people en

in harmony with their cultural values, their economic needs and their

requirement of social justice.

With this formula the last vertige of colonialism is established in Puerto Rico. A people in America enters an en freedom A

PROVISIONS © VERING POLITICAL UNIONS

The rederal Relations act of Fuer to Rico retains the following measures relating

political union between the United States and Puerto Rico:

- The privileges and immunities of citizens of the United States will be respected in Puerto Rico in the same manner as if Puerto Rico were a member state of the Federal Union and were subject to the provisions of the first papagraph of the Section of the fourth article of the Constitution of the United States, which reads as follows: "The citizens of each State shall be entitled to all privileges and immunities of citizens in the several States."
- 2. The citizens of Puerto Rico are citizens of the United States. (United States citizenship, with which Puerto Ricans are invested, as interpreted by the Supreme Court of the United States, means: see interpretation Balsac vs. People



SPARO

THE UNITED IN ATTOMS

A most interesting feature of the new constitution is that it was entered into in the nature of a compact between the American and the Puerto Rican people.

A compact, as you know, is far stronger than a treaty.

A treaty usually can be denounced by either side, whereas a compact cannot be denounced by either party unless it has the permission of the other.

# UNITED STATES MISSION TO THE UNITED NATIONS

2 PARK AVENUE NEW YORK 16, N. Y.

MURRAY HILL 3-6810

FOR RELEASE ON DELIVERY

Press Release No. 1741 August 28, 1953.

Statement by Mr. Mason Sears, United States Representative in the Committee on Information from Non-Self Governing Territories, August 28, 1953