UNCLASSIFIED U.S. Department of State Case No. F-2005-03114 Doc No. C18590417 Date: 08/16/2012 **220**

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ACTION ARA-00

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SNP-01 PRS-01 SLPD-01 /040 W

-----024312 262150Z /60

O 262121Z APR 84

FM AMEMBASSY BRASILIA

TO SECSTATE WASHDC IMMEDIATE 3986

INFO AMEMBASSY BOGOTA

AMCONSUL RIO DE JANEIRO

AMCONSUL SAO PAULO

AMCONSUL RECIFE

AMCONSUL PORTO ALEGRE

AMCONSUL SALVADOR DA BAHIA POUCH

C O N F I D E N T I A L SECTION 01 OF 03 BRASILIA 03975

BOGOTA FOR DCM

E.O. 12356: DECL: OADR

TAGS: PGOV, BR

SUBJ: THE DAY AFTER THE FAILURE OF THE DIRECT-ELECTION

- AMENDMENT

REFS: (A) BRASILIA 3929, (B) BRASILIA 3629

2. SUMMARY: THIS CABLE LOOKS AT SOME OF THE ALTERNATIVES OPEN TO BRAZIL FOLLOWING THE DEFEAT OF THE DANTE DE OLIVEIRA AMENDMENT TO THE CONSTITUTION, CALLING FOR DIRECT ELECTION OF THE PRESIDENT IN 1984. BRAZILIANS ARE FAMOUS FOR RECONCILING THEIR SEEMINGLY IRRECONCILABLE DIFFERENCES BY NEGOTIATIONS, BUT THE WAY TO SUCCESSFUL NEGOTIATIONS BETWEEN THE GOVERNMENT AND THE OPPOSITION IS STREWN WITH OBSTACLES. NO CHANGE IN THE RULES IS STILL A VERY REAL POSSIBILITY. END SUMMARY.

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- 3. THE DAY AFTER HAS DAWNED, AND THE QUESTION ON EVERYONE'S LIPS IS, WHAT NOW?
- 4. SINCE THE DEFEAT OF THE DANTE DE OLIVEIRA AMENDMENT

UNITED STATES DEPARTMENT OF STATE REVIEW AUTHORITY: ALAN H FLANIGAN CLASSIFICATION: UNCLASSIFIED DATE/CASE ID: 25 APR 2011 200503114

UNCLASSIFIED U.S. Department of State Case No. F-2005-03114 Doc No. C1855 UNCLASSIFIED CAME AS A SURPRISE TO NO ONE, POLITICIANS HAVE BEEN

GIVING A LOT OF ANTICIPATORY ATTENTION TO THE QUESTION.

BUT THAT DOES NOT MEAN THAT THE ANSWER TO THE QUESTION

IS CLEAR TO ANYONE. THE HUGE PUBLIC DEMONSTRATIONS IN FAVOR OF DIRECT ELECTIONS, THE EMERGENCY MEASURES (WHICH EXTENDED TO CENSORSHIP OF RADIO AND TV STATIONS OUTSIDE BRASILIA), AND THE GENERAL EXCITEMENT CREATED BY THE "DIRETAS JA" CAMPAIGN HAVE INTRODUCED AN ELEMENT WHICH HAS NOT HAD MUCH IMMEDIATE IMPACT ON BRAZILIAN POLITICS FOR MANY YEARS. THAT ELEMENT IS POPULAR PRESSURE.

- 5. THE AIM OF THE GOVERNMENT IS CLEAR--TO BEGIN NEGOTIATIONS WITH THE OPPOSITION ON THE BASIS OF ITS OWN PROPOSED CONSTITUTIONAL AMENDMENT. THIS PROPOSAL WOULD PROVIDE FOR DIRECT ELECTIONS IN 1988 AND MAKE A NUMBER OF CHANGES AIMED AT ELIMINATING SOME OF THE MOST SALIENT TOOLS OF AUTHORITARIAN RULE (REF B). THE ENTIRE GOVERNMENT/MILITARY/PDS GROUPING IS IN AGREEMENT WITH THE PROPOSED AMENDMENT, ALBEIT WITH RELUCTANCE IN SOME CAMPS--MOST NOTABLY AMONG SUPPORTERS OF PRESIDENTIAL CANDIDATE PAULO MALUF.
- 6. THIS UNITY IN THE GOVERNMENT CAMP BECOMES EXCEEDINGLY FRAGILE WHEN ANY NEGOTIATING FALLBACK POSITION BEGINS TO BE DISCUSSED. EVEN MODERATES IN THE OPPOSITION FEEL STRONGLY THAT NEITHER MALUF NOR ANDREAZZA WOULD BE ACCEPTABLE AS THE NEXT PRESIDENT. THEY ARE PREPARED TO ACCEPT INDIRECT ELECTIONS, BUT THEY BELIEVE THAT THE NAME OF THE NEXT PRESIDENT IS INEVITABLY AN IMPORTANT CONFIDENTIAL

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PART OF ANY NEGOTIATIONS WITH THE GOVERNMENT. THEM ALSO FEEL THAT EVEN THE ABBREVIATED FOUR-YEAR TERM IN THE GOVERNMENT'S PROPOSED AMENDMENT IS TOO LONG. NAMES AND A FURTHER REDUCED TERM ARE POINTS WHICH STAUNCH MALUFISTAS AND ANDREAZZISTAS DO NOT CONSIDER NEGOTIABLE. FOR THEM IT IS OF FUNDAMENTAL IMPORTANCE THAT THE BASIC RULES OF THE GAME BE MAINTAINED. IF THE GOVERNMENT BEGINS TO DISCUSS NAMES, THEY CAN BE CERTAIN THAT THOSE OF PAULO MALUF AND MARIO ANDREAZZA WILL NOT FIGURE PROMINENTLY IN THE DISCUSSIONS. THE TWO LEADING RIVALS FOR THE PDS NOMINATION, FEEL A SUFFICIENTLY CLOSE COMMUNITY OF INTEREST THAT THEY HAVE ALREADY AGREED TO WORK TOGETHER TO AVOID BOTH A NEGOTIATED "CONSENSUS" CANDIDATE AND A BRIEF (PROBABLY TWO-YEAR) INTERIM TERM FOR THE NEXT PRESIDENT. IT IS SIGNIFICANT THAT VICE

UNCLASSIFIED U.S. Department of State Case No. F-2005-03114 Doc No. C1859 UNCLASSIFIED PRESIDENT AURELIANO CHAVES FAVORS A CONSENSUS CANDIDATE
PREVIOUSLY AGREED WITH THE OPPOSITION AND HAS SAID HE
WOULD ACCEPT A TWO-YEAR TERM. OTHERS IN THE GOVERNMENT
TAKE A SIMILAR POSITION. MOST NOTABLY, MINISTER JOAO
LEITAO DE ABREU, CHIEF OF THE CIVIL HOUSEHOLD, IS WIDELY
BELIEVED TO BE PREPARED TO NEGOTIATE AN AGREED CANDIDATE,
AS WELL AS A TWO- OR THREE-YEAR TERM. THE MILITARY,
FOR THE MOST PART, SEEM WILLING TO ACCEPT EITHER A
NEGOTIATED SOLUTION OR THE WINNER UNDER THE CURRENT
RULES.

7. THE OPPOSITION IS, IF ANYTHING, EVEN MORE DIVIDED THAN THE GOVERNMENT AND PDS. IT HAS GLORIED IN ITS UNITY IN FAVOR OF DIRECT ELECTIONS IN 1984. BUT "THE DAY AFTER" PRESENTS A TOUGH DILEMMA. MODERATES, WHO ARE DOMINANT AMONG PMDB LEADERS, WOULD PREFER TO ACCEPT THEIR DEFEAT ON THE DANTE DE OLIVEIRA AMENDMENT AND MOVE ON FAIRLY PROMPTLY TO THE NEGOTIATING TABLE.

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O 262121Z APR 84 FM AMEMBASSY BRASILIA TO SECSTATE WASHDC IMMEDIATE 3987 INFO AMEMBASSY BOGOTA AMCONSUL RIO DE JANEIRO

UNCLASSIFIED U.S. Department of State Case No. F-2005-03114 Doc No. C18590417 Date: 08/16/2012 AMCONSUL SAO PAULO UNCLASSIFIED

AMCONSUL RECIFE

AMCONSUL PORTO ALEGRE

AMCONSUL SALVADOR DA BAHIA POUCH

C O N F I D E N T I A L SECTION 02 OF 03 BRASILIA 03975

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THE DAY AFTER THE FAILURE OF THE DIRECT-ELECTION SUBJ:

GOVERNOR TANCREDO NEVES IS THE LEADER OF THIS BRANCH OF THE PARTY. MOST OF THE PARTY'S OTHER GOVERNORS AND AT LEAST HALF OF ITS MEMBERS OF CONGRESS AGREE WITH HIM. WITH CONTROL OF THE PARTY MACHINERY, THIS WING OF THE PARTY SHOULD IN THEORY BE IN A POSITION TO IMPOSE ITS WILL. BUT THERE ARE TWO PROBLEMS WITH THIS. FIRST, THE VERY REAL ENTHUSIASM FOR "DIRETAS JA" WAS AIMED AGAINST THE POLITICAL CLASS' ARROGATING TO ITSELF THE KING-MAKING ROLE WHICH THE MILITARY HAS ABANDONED. MEMBERS OF CONGRESS WAVERING BETWEEN SUPPORT FOR OR OPPOSITION TO THE DANTE DE OLIVEIRA AMENDMENT HAVE TOLD US THEY WERE THE OBJECTS OF STRONG CONSTITUENT CONFIDENTIAL

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PRESSURE TO SUPPORT DANTE DE OLIVEIRA. (SUCH PRESSURE IS LESS PRONOUNCED ON POLITICIANS WHO COME FROM THE NORTHEAST OR WHO DEPEND ON RURAL SUPPORT FOR THEIR ELECTION.)

- THE SECOND RESTRAINT ON OPPOSITION MODERATES IS 8. THE NEED FOR UNITY, OR SOME APPROXIMATION THERETO, IF NEGOTIATIONS WITH THE GOVERNMENT ARE TO SUCCEED. MOST OF THE SOLUTIONS BEING DISCUSSED WOULD REQUIRE A CONSTITUTIONAL AMENDMENT -- I.E., THE FAVORABLE VOTE OF TWO-THIRDS OF THE FULL MEMBERSHIP OF BOTH HOUSES OF CONGRESS. AND IT IS NOT INCONCEIVABLE THAT INTRANSIGENT DIRECT-ELECTION-NOW FORCES IN THE OPPOSITION COULD JOIN WITH MALUF AND ANDREAZZA FORCES IN THE PDS TO DEFEAT A COMPROMISE.
- FOR THE MOMENT THE LEADERS OF THE PRO-DIRETAS CAMPAIGN ARE UNLIKELY TO GIVE UP. A PMDB SENATOR TOLD THE POLITICAL COUNSELOR LAST NIGHT THAT HE EXPECTS THE

UNCLASSIFIED U.S. Department of State Case No. F-2005-03114 Doc No. UNCLASSIFIED FIGHT FOR DIRECT ELECTIONS THIS YEAR TO CONTINUE FOR AT LEAST A MONTH. SEVERAL OTHER AMENDMENTS FOR DIRECT ELECTIONS NOW HAD ALREADY BEEN SUBMITTED. IN ADDITION, THE OPPOSITION TALKS OF AMENDING THE GOVERNMENT PROPOSAL TO STRIKE "1988" AND SUBSTITUTE 1984 IN ITS PLACE.

10. WE COULD BE WRONG, BUT WE BELIEVE THAT THE AIR WILL GRADUALLY GO OUT OF THE DIRECT-ELECTIONS BALLOON. ONCE THE TENSION DIES DOWN, NEGOTIATIONS BETWEEN THE OPPOSITION AND THE GOVERNMENT SEEM TO BE LIKELY. THERE IS, OF COURSE, NO WAY TO KNOW WHAT THOSE NEGOTIATIONS WOULD LEAD TO. THE SOLUTION MOST DESIRED BY ANDREAZZA AND MALUF ADHERENTS WOULD BE ACCEPTANCE OF THE GOVERNMENT CONFIDENTIAL

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AMENDMENT WITH NO MORE THAN COSMETIC CHANGES. THEY
BELIEVE THIS IS POSSIBLE, BECAUSE THE ABSENCE OF AN
AMENDMENT TO THE CONSTITUTION WILL MEAN THAT THE EXISTING
RULES CONTINUE TO APPLY. GOVERNMENT NEGOTIATORS MAY
FIND THEMSELVES IN EFFECT TELLING THE OPPOSITION, BETTER
FOUR YEARS OF MALUF THAN SIX.

- A FOUR- OR A TWO-YEAR TERM FOR AN AGREED COMPROMISE 11. CANDIDATE IS ANOTHER POSSIBILITY. AURELIANO CHAVES. WHO APPEARS TO BE THE MOST POPULAR POLITICIAN IN THE COUNTRY, WOULD BE THE OBVIOUS CHOICE -- AND HE HAS INDICATE THAT HE WOULD ACCEPT. HE ALSO HAS WIDE ACCEPTANCE IN THE MILITARY, THOUGH HIS SUPPORT FOR DIRECT ELECTIONS MAY HAV LESSENED ENTHUSIASM IN SOME QUARTERS. BUT AURELIANO'S BIG PROBLEM IS THAT PRESIDENT FIGUEIREDO SEEMS TO HAVE DECIDED THAT HE DEFINITELY DOES NOT WANT THE VICE PRESIDENT TO BE HIS SUCCESSOR. THE BENEFICIARY OF NEGOTIATIONS MIGHT BE TANCREDO NEVES OR A WIDELY RESPECTED PDS POLITICIAN SUCH AS WELFARE MINISTER JARBAS PASSARINHO OR AN ENTIRELY NEW NAME.
- 12. IT SHOULD BE CLEAR FROM THE ABOVE THAT THE PROCESS OF NEGOTIATING A POLITICAL SOLUTION WILL BE DIFFICULT. BUT BRAZILIANS PRIDE THEMSELVES ON THEIR ABILITY TO FIND COMPROMISE SOLUTIONS WHICH AVOID IRRECONCILABLE CONFRONTATION. IF THEY FAIL, THEN ONLY TWO OPTIONS WOULD SEEM TO BE OPEN: 1) AN EXTRA-CONSTITUTIONAL CHANGE IN THE RULES-IN BRIEF, A COUP OF SOME SORT; AND 2) ELECTION OF THE PRESIDENT FOR A SIX-YEAR TERM UNDER CURRENT LAW. WE STILL CONSIDER THAT A MAJOR BREAK IN THE ABERTURA PROCESS

UNCLASSIFIED U.S. Department of State Case No. F-2005-03114 Doc No. UNCLASSIFIED IS EXTREMELY UNLIKELY. THE ARMED FORCES ARE STILL UNCLASSIFIED OVERWHELMINGLY OF THE VIEW THAT A RETURN TO THE BARRACKS IS IN ORDER. THE LIKELIHOOD OF THE ELECTORAL PROCESS

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CONTINUING WITHOUT MAJOR CHANGE IS DOWN SOMEWHAT FROM A COUPLE OF MONTHS AGO, BUT IT IS STILL THE SINGLE MOST

UNCLASSIFIED U.S. Department of State Case No. F-2005-03114 Doc No. CUNCLASSIFIED LIKELY DENOUEMENT TO THE CURRENT STRUGGLE. IF EXISTING UNCLASSIFIED ELECTORAL COLLEGE DOES INDEED CHOOSE THE NEXT PRESIDENT FOR A SIX-YEAR TERM, THEN IT SEEMS TO US THAT PAULO MALUF HAS AN EXCELLENT CHANCE OF BEING THE WINNER.

WE DO NOT BELIEVE THAT HE YET HAS A MAJORITY OF THE CONVENTION DELEGATES TO WIN THE PDS NOMINATION. IN FACT, ANDREAZZA MAY HAVE AS MANY OR EVEN MORE DELEGATE SUPPORT COMMITTED TO HIM. BUT MALUF SEEMS TO US THE BETTER OPERATOR IN THE CONTEXT OF A NARROW ELECTORATE OF PROFESSIONAL POLITICIANS, BOTH IN THE PDS CONVENTION CONFIDENTIAL

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AND IN THE ELECTORAL COLLEGE. AURELIANO CHAVES APPEARS TO HAVE LITTLE CHANCE OF GETTING THE PDS NOMINATION.

13. IT IS BY NO MEANS CERTAIN THAT THE PDS NOMINEE WILL BE ELECTED IN THE ELECTORAL COLLEGE, DESPITE THE PDS' MAJORITY. A SHIFT OF FEWER THAN 20 PDS ELECTORS COULD THROW THE PRESIDENCY TO THE OPPOSITION. AND WITH PARTY LOYALTY A VERY ARTIFICIAL THING IN BRAZIL, THAT IS QUITE THE MOST FREQUENTLY MENTIONED SCENARIO IS THAT THE OPPOSITION WOULD UNITE BEHIND TANCREDO NEVES. WHO WOULD THEN NEGOTIATE FOR THE SUPPORT OF THOSE PDS ELECTORS WHO PREFER TANCREDO TO THE PDS NOMINEE. WOULD NOT BE AN EASY PLAY TO EXECUTE, PARTICULARLY IF MALUF WERE THE PDS NOMINEE. MALUF WOULD HAVE FOUR MONTHS FOLLOWING THE PDS CONVENTION TO PERSUADE ELECTORS TO SEE THINGS HIS WAY. AND MALUF, IN HIS ELEMENT OF FELLOW POLS, IS A NOTORIOUSLY PERSUASIVE MAN.

A FINAL, UNPREDICTABLE ELEMENT MUST ALSO BE THAT IS THE POSSIBILITY OF VIOLENCE, AND THE ADDRESSED. GOVERNMENT REACTION TO SUCH VIOLENCE. THE GOVERNMENT HAS NOT BEEN SHY ABOUT ASSUMING EXTRAORDINARY POWERS, EVEN WHEN THE THREAT TO PUBLIC ORDER HAS NOT BEEN EVIDENT TO EVERYONE. AND THE EXISTENCE OF THE EMERGENCY MEASURES--ESPECIALLY CENSORSHIP--MUST DOUBTLESS BE CONSIDERED YET ANOTHER OBSTACLE TO ANY NEGOTIATED SOLUTION. BUT THE GREATER DANGER LIES IN THE POSSIBILITY OF STREET VIOLENCE OR EVEN TERRORISM. SO FAR, THERE HAS BEEN NO SIGNIFICANT VIOLENT REACTION TO THE DEFEAT OF DANTE DE OLIVEIRA, AND WE EXPECT NONE. OUR CONSULATES GENERAL IN BOTH RIO AND SAO PAULO BELIEVE THAT THE OPPOSITION -- EVEN THE FAR LEFT -- WILL TRY TO AVOID PROVOCATION. WE SHARE THAT APPRECIATION OF THE SITUATION. CONFIDENTIAL

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THE OPPOSITION IS UNANIMOUS IN WANTING TO AVOID ANY RETROGRESSION IN THE ABERTURA PROCESS. BUT THE POSSIBILITY OF VIOLENCE CANNOT BE DISMISSED, AND IF IT SHOULD HAPPEN, IT WOULD ONLY MAKE A DIFFICULT PROBLEM EVEN MORE DIFFICULT.

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