Get the Facts About Proposition 33

Eliminates Homeowners' Rights and Protections, Expands Extreme Rent Control, and Makes Affordable Housing Crisis Worse

What is Proposition 33

- Prop 33 would repeal the Costa-Hawkins Rental Housing Act, allowing cities and counties to impose extreme rent control measures, without requiring a vote of the residents.
- X Prop 33 gives politicians and unelected boards new and complete control over prices and rent regulations on single-family homes.
- X Prop 33 would expand local jurisdictions' rent control to virtually any property regardless of when it is built reducing new construction and the supply of rental units, raising rents and worsening the state's affordable housing crisis.

Proposition 33 will Harm California

Eliminates Basic Homeowner Rights and Protections:

- X Terminates the current prohibition on rent control on single-family homes, stripping homeowners of their rights.
- Gives local politicians and unelected rent boards massive new power to establish rent control on single-family homes, including complete control over rental prices and regulations.
- Limits a homeowner's control of their own property reducing property rights and home values.

Rent Control Expansion:

- Allows politicians and unelected government boards to have free rein in imposing and expanding extreme forms of rent control. These boards could impose fees and requirements on homeowners without a public vote, thereby raising housing costs.
- Prohibits homeowners from charging market-rate rent indefinitely. Current law states that a rent control law cannot prevent a homeowner from charging market-rate rent when a tenant leaves a property (also known as vacancy decontrol). Prop 33 would end this and eliminate the homeowner's ability to adjust rent charges when a tenant vacates the unit.
- Eliminates current state law that prohibits rent price controls on single-family homes and condominiums.

Worsens the Housing Crisis:

- Prop. 33 will worsen the housing affordability crisis as it will discourage or even stop new construction of rentals and compel homeowners to remove rentals from the market.
- California needs 3.5 million more homes by 2025, but Prop 33 does nothing to build new housing and will reduce new construction of rental housing.
- X Voters understand the negative impacts of Prop 33 as they have rejected similar measures in 2018 and 2020.

Economic Impact: Bad for Tenants, Bad for Homeowners

- X Increased rent control would make building and maintaining housing financially unfeasible, worsening the rental housing shortage.
- Fiscal estimates from the non-partisan <u>California State Legislative</u> <u>Analyst's Office</u> show that Prop 33 would increase rent for tenants.
- Homeowners would face a loss of revenue, and the rental supply would decrease as they are forced to take rental homes off the market.

Vote NO on Prop. 33: Eliminates homeowners' rights, worsens the housing

Eliminates homeowners' rights, worsens the housing affordability crisis, expands extreme and unworkable rent controls.

