RESOLUTION NO.

1	[Supporting California State Proposition 21 - Keep Families in Their Homes - November 3, 2020 Ballot]
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3	Resolution supporting California State Proposition 21, Keep Families in Their Homes,
4	on the November 3, 2020, ballot.
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6	WHEREAS, The San Francisco Rent Ordinance (SF Administrative Code, Chapter 37)
7	was enacted effective June 13, 1979, to alleviate the city's housing crisis; and
8	WHEREAS, California passed the Costa-Hawkins Rental Housing Act in 1995,
9	severely limiting municipal rent control ordinances by prohibiting rent control on single-family
10	and condominium units, prohibiting vacancy control, and exempting new units built after 1995,
11	or, for cities with existing rent control, all units built after the local rent control ordinance, which
12	for San Francisco was 1979; and
13	WHEREAS, More than 54% of Californians are currently rent-burdened
14	[https://calbudgetcenter.org/resources/californians-parts-state-pay-can-afford-housing/] and
15	almost one-third are severely rent-burdened, meaning they are spending more than half of
16	their incomes on rent; and
17	WHEREAS, People of color make up more than two-thirds (68.2%) of Californians
18	facing unaffordable housing costs [https://calbudgetcenter.org/resources/californians-parts-
19	state-pay-can-afford-housing/]; and
20	WHEREAS, A significant majority of San Francisco's households (65%) rent their place
21	of residence [https://default.sfplanning.org/publications_reports/Housing-Needs-and-Trends-
22	Report-2018.pdf]; and
23	WHEREAS, As of 2018, nearly one-quarter of rental units in San Francisco were not
24	subject to rent control [https://default.sfplanning.org/publications_reports/Housing-Needs-and-
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<u>Trends-Report-2018.pdf</u>], a number that has increased as more new unrestricted units have
 been constructed; and

WHEREAS, Despite some recent reductions in market-rate rents due to COVID, rents
remain far out of reach for many, at an average asking rent for a two-bedroom of \$3,922 per
month [https://www.zumper.com/rent-research/san-francisco-ca] far out of reach for many,
and 40 percent more than the full monthly pay for someone working at San Francisco
minimum wage; and

8 WHEREAS, The cost of housing has forced many in the San Francisco workforce -9 including teachers, police officers, healthcare workers, first responders, and the newly 10 recognized category of "essential workers," which includes those working in groceries, 11 pharmacies, public transit, construction, hardware, and more - to live farther away from work 12 to find housing they can afford, resulting in unsustainable commutes, dangerous 13 environmental impacts, and a risk to our city's ability to function; and 14 WHEREAS, Proposition 21, Keep Families in Their Homes, is an initiative ordinance on 15 the November 3, 2020, ballot that would significantly amend California Civil Code, Sections 16 1954.50 through 1954.53, now known as the Costa-Hawkins Rental Housing Act; and 17 WHEREAS, Proposition 21 would rename California Civil Code, Sections 1954.50 18 through 1954.53 the Rental Affordability Act; and 19 WHEREAS, This measure would allow local governments to adopt rent control on 20 housing units, with exceptions for units first occupied within the last 15 years and units owned 21 by natural persons who own no more than two single-family units; and

WHEREAS, Proposition 21 would allow local governments to prohibit landlords from
 imposing rent increases over 15 percent during the first three years following a vacancy; and
 WHEREAS, By replacing Costa-Hawkins, Proposition 21 would allow cities to have
 more flexibility in governing affordable housing needs in their communities, to ensure that

existing vacant rent-controlled housing stock is made available to residential tenants, and to
 strengthen rent stabilization measures; and

- WHEREAS, In 2017, the City and County of San Francisco indicated its support for
 California State Assembly Bill 1506 (Chiu), which would have repealed Costa-Hawkins; and
 WHEREAS, In 2019, California passed AB 1482, which caps rent increases for the
 next ten years statewide at five percent plus local rate of inflation, and which expires on
 January 1, 2030; and
- 8 WHEREAS, Under the San Francisco Rent Stabilization Ordinance, rent increases on 9 rent-controlled units is calculated at 60% of the local rate of inflation, which for the period 10 starting March 1, 2020, was 1.8%, plus allowable pass-throughs; and
- 11 WHEREAS, Proposition 21 is sponsored and/or endorsed by the California Democratic 12 Party, AIDS Healthcare Foundation, Housing Now, the American Civil Liberties Union, the 13 San Francisco Tenants Union, local jurisdictions and elected officials, and a broad network of 14 labor, housing advocacy, community, and faith-based organizations throughout the state; and 15 WHEREAS, According to the California Secretary of State website, the California 16 Apartment Association has already spent nearly \$28 million to defeat this measure; and 17 WHEREAS, In 2018, the City and County of San Francisco formally endorsed 18 Proposition 10, the Affordable Housing Act, on the November 6, 2018, ballot, to repeal the 19 Costa Hawkins Rental Housing Act; and 20 WHEREAS, Proposition 10 in 2018 was defeated statewide, but a majority of San 21 Francisco voters voted in favor; and 22 WHEREAS, Proposition 21, on the November 3, 2020, ballot, is modeled after 23 Proposition 10 in 2018, but unlike that proposition, Proposition 21 exempts from new rent 24 control ordinances homes owned by landlords who only own up to two homes; now, therefore,
- 25 be it

1	RESOLVED, That the City and County of San Francisco hereby formally endorses
2	Proposition 21, Keep Families in Their Home, on the November 3, 2020, ballot; and, be it
3	FURTHER RESOLVED, That the City and County of San Francisco go on record in
4	support of the Proposition 21, Keep Families in Their Home, on the November 3, 2020, ballot;
5	and, be it
6	FURTHER RESOLVED, That the City and County of San Francisco urges other
7	municipalities to support Proposition 21, Keep Families in Their Home, on the November 3,
8	2020, ballot.
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