

· Los Altos Hills · Los Altos

Woodside

· East Palo Alto

· Atherton

· Menlo Park

· Stanford

· Palo Alto

B-2,3

Business Obituaries

存存存

Peninsula Times Tribune

· Portola Valley

Mountain View

B-10 ..B-7

Stocks

Thursday

April 12,

The Peninsula

the election, believes the tenants tipped the scale in favor of rent control. The election was a "classic example of the greedy ten-

to homeowners, which he acknowledged is an ineffective way to bring voters to the polls. Tenants voting for rent control, on the other hand, believed they were putting a "fairly complicated economic argument" He said the landlords were forced to sell cash in their pockets. ant," Orr said. group, the East Palo Alto Private Property Rights Committee, spent more than \$70,000 to fight rent control, compared with about \$550 used by the winners. Robert Saunders, an East Palo Alto landlord who is president of the Palo Alto Park Association, said the landlords met Wednesday evening to analyze the elec-tion and plot strategy for the coming "We discovered that the opposition has a

Two other factors contributed to the landlords' defeat. First, they ostracized

Please see RENT, B-8

consultant hired by the landlords to win

To add insult to injury, the landlord

votes in favor and 76 ballots against.

well-formed political organization and they Jack Orr, a San Diego-based political

weeks.

side, voters passed the rent law with 872 "yes" votes and 840 "no" votes, a 32-vote margin. On the west side, where most of the residents are tenants, the measure passed 477 to 149, or by 328 votes.
The absentee-ballot count added 173

way, where most of the homeowners re-

The homeowners, however, did not respond. On the east side of Bayshore Free-

lords' literature said.

outorganized us," Saunders said.

P.T.T.

Continued from B-1

many homeowners who opposed the measure.

The campaign to stop rent control relied primarily on professionals to deliver votes. Members of the homeowners' association in the city who opposed rent control felt left out of the fight.

4-12-84

"(The landlords) didn't give the people the impress-ion they were running the show. The impression they gave was that landlords were running the show," one member of the homeowners' group said.

The feeling appeared to confirm a long-standing argument of rent-control advocates — that "outsiders" were trying to run the city.

In addition, Councilwoman Gertrude Wilks, the top vote getter in the council election last summer, did little campaigning. Although she did lend her name and picture to the property-rights committee for mailers, she was not personally involved in the fight. Wilks and homeowners opposed to the ordinance kept a low profile and that pushed the absentee landlords out on center stage.

Despite the loss, Wilks and the landlords' group still believe rent control is a bad law for East Palo Alto.

"We'll self-destruct," Wilks said Tuesday.

Orr and Erick Haggans, chairman of the property-rights committee, said they have greater resolve than ever to fight the City Council. "East Palo Alto can't afford rent control," Haggans

"I see (East Palo Alto) from now on in a state of ar — lawsuit after lawsuit and election after elec-

Orr said the issue for investors and landlords boils down to "whether the property owner has the right to do what he wants with his property.' lords will fight for that right tirelessly. He said land-

However, landlords' groups thus far seem to be ineffective in combating City Council prerogatives in

Although an appeal is pending, a suit challenging incorporation was struck down in Superior Court. Most likely, no ruling will come down on the appeal for another year.

With the rent-control election lost, the landlords turn to a sweeping property-rights initiative as their next move. But that may never reach the ballot. The city attorney has said the initiative is unconstitutional and a repeat of the rent-control referendum. The City Council, taking the attorney's advice, could reject the initiative.

As for the recall campaign, little has been done so far. A serious move to unseat four council members could be determined by the coming political months.

If the council proves vulnerable to attack, the recall backers will lead the way.

ection shows landlord group's weakness struction in the community and place a

greater tax burden on homeowners. Property values eventually would fall.
"Rent control is a slum law," the land-

geting homeowners on the east side of the city. Rent control, they argued in five mailers, would discourage investment and conregistered voters, 27.5 percent cast ballots.

The landlords and a group of residents tried to win the rent-control election by tar-

Analysis

On Tuesday, 1,522 (58.8 percent) voted in favor of rent control and 1,065 (41.2 percent) voted against it. Of the city's 9,424 waged against the four council members.

vote not only demonstrated their ability to get supporters to the polls, it also highlighted the landlord group's inability to deliver more than a victory for the four City Council members supporting rent control. The

opponents had problems rallying votes Tuesday, they could find it more difficult to get support for a broader property-rights initiative and the recall campaign being The pro-rent control, pro-incorporation people now have the momentum. If their

By Thomas G. Keane Times Tribune staff

Tuesday's election in East Palo Alto was