



PAUR Pros & Cons Q&A

October 22, 2026

Proposition 3: What is the definition of high-income earners

Prop. 3 would extend a tax on individuals who earn more than \$371,000 or couples who earn more than \$743,000 annually.

Prop 40: How many other states have such a wealth tax? Which ones?

New York: Exploring and proposing wealth and exit taxes targeting high-net-worth residents and corporate flight, alongside legislative pushes to tax extreme wealth and high incomes.

Washington: Passed a 9.9% tax on certain high-income categories/capital gains equivalents and has seen ongoing legislative efforts and proposals around wealth and exit taxes

Michigan: Exploring wealth and exit taxes to counteract revenue losses from outward migration.

Other states with recent proposals or legislative pushes: States such as Minnesota, Maryland, New Jersey, Connecticut, Hawaii, Illinois, and Maine have also introduced or considered bills and policy measures aimed at taxing millionaires, high earners, or ultra-wealthy assets.

Are there limits on campaign contributions?

California's Political Reform Act of 1974 (the PRA) regulates all ballot measure and candidate activity at the state and local levels in California. The PRA sets contribution limits for all state and local candidates. However, it does not currently limit contributions to statewide ballot measures.