

It is proposed that the District By-Laws be Amended as follows:

Article IV

"Section 1:

The regular meeting of the Board of Directors shall be on the first Wednesday of each month at 7:00 p.m. and all meetings shall stand adjourned without further action to said date. Special meetings may be called at any time by the President on his own motion, or by his written request of the majority of the Board and a majority shall constitute a quorum for the transaction of business, but a small number may adjourn from time to time and compel the presence of absent members."

Article III

ELECTIONS:

Section 1:

On the second Tuesday after the first Monday in November of each year, an election shall be held in the District at which there shall be elected one Director at large to serve three (3) years.

Section 2:

The polls shall be open at the district office from 8:00 a.m. until 6:00 p.m.

Section 3:

At least two (2) weeks prior to the election, the secretary shall mail a ballot to each owner and the ballot may be mailed back or hand-delivered, and shall be valid so long as it shall be received in the district office not later than 6:00 p.m. on the second Tuesday after the first Monday in November. The ballot mailed to property owners will contains the names of qualified candidates only. Write in candidates are disqualified as non-compliant with candidate qualification requirements.

Section 4:

All property owners in the district shall be automatically registered as electors as long as the assessments, irrigation and domestic water accounts of the property owners are current as of ten (10) days prior to the election.

Section 5:

One vote may be cast by each property owner regardless of the size or quantity of the parcels owned by the property owner.

Section 6:

The Directors may adopt such other rules as may be appropriate to conduct elections as the Board may deem to be appropriate from time to time provided, however, such rules shall not be in conflict with the statutes of the State of Arizona, the decisions of Arizona Courts, and the district by-laws.

Section 7:

Notwithstanding any of the provisions herein, all Elections shall be held in compliance with Arizona Revised Statutes, including, but not limited to, 48-3011, 48-3013, 48-3015, 48-3016, 48-3017, 48-3018, 48-3019, 48-3020, 48-3021, 48-3022 and 48-3023, as may be amended from time to time.

Section 8:

The Board of Directors shall appoint an election board from among the electors composed of three (3) election judges. The election board shall meet at the polling place and shall elect one member as a chairman, one member as an inspector, and one member as a clerk.

Section 9:

The election board shall be responsible for the fair and proper administration of the election and may make such rulings from time to time as may be appropriate concerning any disputes involving the election.

To qualify to run for a seat on the CHCID Board of Directors.

9.1 A candidate must be a U.S. Citizen.

9.2 A candidate must own property in the District.

9.3 A candidate must have accounts in good standing with the District.

9.4 Interested parties may request a nominating petition from the CHCID office.

Section 10:

1. Interested parties must provide evidence of qualifications to CHCID staff in order to obtain a nominating petition. Evidence includes valid ID and proof of citizenship.

2. Interested parties must obtain a minimum of ten valid signatures on candidate nominating petition in order to qualify as a candidate; a valid signature will be stipulated as one signature per household inclusive of all parcels owned in the District.

Section 11:

Candidates must submit a nominating petition to the CHCID Office by close of business (5:00 p.m.) 30 calendar days prior to the election.

Section 12:

Nominating petitions will be waived for existing members of the Board of Directors running for re-election.

Section 13:

If no candidate runs for a vacant seat on the Board, the existing members of the Board will by majority vote appoint a qualified candidate to serve the term.

Section 14:

Eligibility to vote: all property owners in the District are eligible to vote; one ballot per household inclusive of all parcels owned in the District.

Section 15:

The Election Board will be sworn in by the Secretary of the Board or a Board Member, who is not running for re-election.

Section 16:

The ballot will be identified by parcel number(s) only.

Section 17:

The completed ballot can be returned to the CHCID office either by US Mail or delivered to CHCID office.

Section 18:

A locked ballot box will be available at the CHCID office during normal business hours (9-5) from the date the ballots are mailed until 6:00 p.m. on the day of voting.

Section 19:

A valid ballot can be submitted at any time prior to 6:00 p.m. on the day of voting.

Section 20:

Any ballot received after the 6:00 p.m. deadline will not be counted.

Section 21:

The results of the Election will be announced by the current President at the Board Meeting held following the close of voting.

Section 22:

If at any time an elected Board Member moves his principal residence out of the District, he/she will relinquish his/her seat on the Board. The remaining members of the Board will appoint a qualified candidate to serve the remaining term. If the two remaining Board Members do not agree on a replacement candidate, the President's decision will prevail.

