REFERENCE TITLE: agricultural improvement districts; amendments

State of Arizona House of Representatives Forty-eighth Legislature Second Regular Session 2008

## **HB 2524**

Introduced by Representative Crandall

## AN ACT

AMENDING SECTIONS 48-2309, 48-2333, 48-2362, 48-2363, 48-2364, 48-2365, 48-2366, 48-2383 AND 48-2384, ARIZONA REVISED STATUTES; AMENDING TITLE 48, CHAPTER 17, ARTICLE 4, ARIZONA REVISED STATUTES, BY ADDING SECTION 48-2384.01; AMENDING SECTION 48-2392, ARIZONA REVISED STATUTES; REPEALING SECTION 48-2421, ARIZONA REVISED STATUTES; RELATING TO AGRICULTURAL IMPROVEMENT DISTRICTS; PROVIDING FOR CONDITIONAL ENACTMENT.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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Be it enacted by the Legislature of the State of Arizona: Section 1. Section 48-2309, Arizona Revised Statutes, is amended to read:

## 48-2309. Qualifications of electors

No person shall be entitled to vote at any election held under the provisions of this chapter unless the person possesses all the qualifications required of electors for state officers under the general election laws and is the owner of record, or holds the power of revocation over a revocable trust that is the owner of record, of real property that is located within the boundaries of the district as of <code>sixty</code> ONE HUNDRED days preceding the district election and on which the person or trust has been assessed for property taxes as shown by the property tax roll next preceding the date of the election.

Sec. 2. Section 48-2333, Arizona Revised Statutes, is amended to read: 48-2333. Meetings of board of directors; minutes

- A. The board of directors shall hold a regular meeting in its office on the first Tuesday MONDAY in March, June, September and December, and such special meetings as required for the transaction of business. IF THE DAY PRESCRIBED FOR A MEETING IS A LEGAL HOLIDAY, THE BOARD SHALL MEET ON THE MONDAY FOLLOWING THE LEGAL HOLIDAY.
- B. All special meetings shall be ordered by the president or a majority of the board by order entered in the minutes specifying the business to be transacted. Three days notice to any member not joining in the order shall be given by the secretary, and only the business specified in the order shall be transacted at the special meeting.
- C. All meetings of the board shall be public and a majority of the members shall constitute a quorum for the transaction of business.
- D. Minutes of all proceedings of the board shall be kept by the secretary and all records of the board shall be open to public inspection during business hours.
  - Sec. 3. Section 48-2362, Arizona Revised Statutes, is amended to read: 48-2362. <u>District council; powers; meetings</u>
- A. The council shall consist of thirty members, three of whom shall be elected from each division. The members EACH MEMBER shall at the time of their election be owners THE OWNER OF RECORD OR HOLD THE POWER OF REVOCATION OVER A REVOCABLE TRUST THAT IS THE OWNER OF RECORD of land located in the division from which they are THE MEMBER IS elected, and shall be residents A RESIDENT of the district.
- B. The council may enact and adopt by-laws and provide for the enforcement thereof for the government of the district, the management of its business and the conduct of its affairs, and may repeal, modify and amend them from time to time. No by-law shall be passed or enforced which will interfere with any existing vested right of any landowner within the district to the use of water for irrigation.

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- C. The council shall meet at least once each year in the place where the principal office of the district is located. The regular annual meeting of the council shall begin on the first Tuesday in May each year, and shall continue in session at its pleasure. Special meetings may be called in such manner and at such times as prescribed by the by-laws.
- D. The compensation of members of the board of directors shall be determined by the council, but shall not exceed sixty dollars per day for each day's attendance at meetings of the board, and actual and necessary expenses while engaged in official business under order of the board.
  - Sec. 4. Section 48-2363, Arizona Revised Statutes, is amended to read: 48-2363.

    Board of directors; qualifications; election; powers and duties
- A. Until the election held in 1980, the board of directors shall consist of the president and twelve directors, one of whom shall be elected from each division and two of whom shall be elected at large to fill the seats which shall be designated as at large director seats numbers 12 and 14. Beginning with the election held in 1980, the board shall consist of the president and fourteen directors, one of whom shall be elected from each division and four of whom shall be elected at large to fill the seats which shall be designated as at large director seats numbers 11, 12, 13 and 14. The members EACH MEMBER shall at the time of election be owners THE OWNER OF RECORD OR HOLD THE POWER OF REVOCATION OVER A REVOCABLE TRUST THAT IS THE OWNER OF RECORD of land located in the division from which they are THE MEMBER IS elected or in the case of directors at large, land located within the district, and shall be residents A RESIDENT of the district.
- B. The board of directors shall, except as modified by this article, have the same powers, obligations and duties as are otherwise prescribed in this chapter. Except for the president and vice-president who shall be elected as provided by this article, the board of directors may appoint officers necessary for the efficient administration of the affairs of the district, and fix their compensation.
  - Sec. 5. Section 48-2364, Arizona Revised Statutes, is amended to read: 48-2364. <u>President and vice-president; election; term of office</u>

The president and vice-president of the district shall be elected at large at the regular election and shall serve for a term of four years. They EACH shall be residents A RESIDENT OF and landowners THE OWNER OF RECORD OR HOLD THE POWER OF REVOCATION OVER A REVOCABLE TRUST THAT IS THE OWNER OF RECORD OF LANDS WITHIN THE BOUNDARIES of the district and shall have such powers and perform such duties as prescribed by law and the by-laws of the district. The president shall be the chief officer of the district and shall have general supervision over all other officers of the district in the performance of their duties as such and of the conduct and business affairs of the district. The president shall preside at all meetings of the board of directors and shall be ex officio a member of that board.

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Sec. 6. Section 48-2365, Arizona Revised Statutes, is amended to read: 48-2365. <u>Terms of office: elections</u>

- A. Elections shall be held on the first Tuesday in April each even-numbered year. The terms of councilmen, directors, president and vice-president shall be four years and shall commence on the first Monday in May following the election. The president, vice-president, and directors and councilmen elected from divisions 2, 4, 6, 8 and 10, and directors at large numbers 12 and 14, shall be elected to terms of four years at the regular election held in 1978 and every four years thereafter. Directors and councilmen elected from divisions 1, 3, 5, 7 and 9 shall be elected to terms of two years at the regular election held in 1978 and to terms of four years at the regular election held in 1980 and every four years thereafter. Directors at large numbers 11 and 13 shall be elected at the regular election held in 1980 and every four years thereafter.
- B. The governing body of the district may at any time after March 6, 1952, by appropriate resolution, divide the district into divisions as provided in this article, and shall thereupon assign to proper divisions directors theretofore elected and whose terms have not expired, and appoint councilmen to serve until their successors are elected and qualified at the next succeeding election.
- C. Nominations for council and the board of directors seats 1 through 10 shall be by petition signed by not less than twenty-five landowners OWNERS OF RECORD OR HOLDERS OF THE POWER OF REVOCATION OVER A REVOCABLE TRUST THAT IS THE OWNER OF RECORD OF LAND within their THE CANDIDATE'S division, and nominations for president and vice-president and board of directors seats 11 through 14 shall be signed by not less than two hundred fifty landowners OWNERS OF RECORD OR HOLDERS OF THE POWER OF REVOCATION OVER A REVOCABLE TRUST THAT IS THE OWNER OF RECORD OF LAND within the district and filed with the secretary of the district at least twenty SIXTY days before the election. Nominating petitions for election as director at large shall state to which numbered seat the petitioner seeks election. A petitioner shall not file petitions for more than one office or seat and shall not be eligible for election to any other seat or office of the district at that election.
- D. The directors at large shall be elected by the electors of the district qualified under this chapter, and each such qualified elector shall be entitled to cast one vote for the election of each director at large, notwithstanding that the petition for organization of the district provides for acreage voting.
  - Sec. 7. Section 48-2366, Arizona Revised Statutes, is amended to read: 48-2366. <u>Vacancies in office</u>

If any member of the council or board of directors ceases to be a landowner THE OWNER OF RECORD OR THE HOLDER OF THE POWER OF REVOCATION OVER A REVOCABLE TRUST THAT IS THE OWNER OF RECORD OF LAND in his THE MEMBER'S division or a resident of the district, or if the president or vice-president ceases to be a landowner THE OWNER OF RECORD OR THE HOLDER OF THE POWER OF

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REVOCATION OVER A REVOCABLE TRUST THAT IS THE OWNER OF RECORD OF LANDS WITHIN THE BOUNDARIES OF THE DISTRICT or A resident of the district, his THE office shall thereupon become vacant. The council may by appointment fill a vacancy in the council and in the board of directors. The council shall adopt by-laws providing for the filling of vacancies in the office of president or vice-president.

Sec. 8. Section 48-2383, Arizona Revised Statutes, is amended to read: 48-2383. Acreage system of voting

- A. The petition for organization of the district may provide that each owner of land shall have one vote, or may provide for voting on an acreage basis.
- B. Except as provided in section 48-2365, subsection D, if the district is or has been organized under a provision for voting on an acreage basis, each landowner possessing the qualifications of an elector shall be entitled to cast one vote at all elections after the organization election on each office to be filled, or each question submitted, for each acre of land within the district owned by him.
- C. Except as provided in section 48-2365, subsection D, from and after April 18, 1969 each landowner possessing the qualifications of an elector who owns less than one acre of land within the district shall be entitled to a fractional vote on each office to be filled or each question submitted. The fractional vote shall be equal to the fraction of an acre owned by such elector.
- D. If land is held in more than one name, each owner otherwise possessing the qualifications of an elector may vote the number of acres or fractions thereof represented by his legal interest or proportionate share of and in the lands.
- E. The result of each election shall be determined by  $\frac{a + majority}{a}$  of the acres voted THE HIGHEST NUMBER OF VOTES CAST as provided in subsections B, C and D of this section.
- F. The district shall maintain a record of the persons owning real property within the boundaries of the district as such ownership appears on the records of the county recorder and the number of votes or fractions thereof the owner thereof shall be entitled to vote.
  - Sec. 9. Section 48-2384, Arizona Revised Statutes, is amended to read: 48-2384. Designation of election precincts and voting places:

    notice of election; election officers; polling places
- A. The board shall on or before October 1st of each year preceding the year of an election, by an order, establish a convenient number of election precincts in each division, and define the boundaries thereof.
- B. Fifteen days before an election held under this article, the secretary of the board shall cause  $\frac{\text{notices}}{\text{notices}}$  A NOTICE to be posted in  $\frac{\text{three}}{\text{three}}$  A public  $\frac{\text{places}}{\text{places}}$  PLACE in each election precinct of the time and place of holding the election, and shall post a similar notice thereof in a

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conspicuous place at the office of the board, specifying the polling places of each precinct and the names of the members of the board of election for each precinct. Notice of the election shall also be given by publication in a newspaper published in the county in which the office of the board of directors of the district is located, once a week for at least two successive weeks. The notice shall specify the time of the holding of the election, the boundaries of the precincts, and the location of the polling places.

- C. Prior to the time for posting the notices the board shall appoint for each precinct from the electors thereof one inspector, one judge and one clerk, who shall constitute a board of election for the precinct. If the board fails to appoint a board of election, or if the persons appointed, or any of them, do not attend at the opening of the polls on the morning of the election, the electors of the precinct present at that hour may appoint the election board or fill the places of the absent members thereof.
- D. The board of directors shall in its order appointing the board of election designate the place in each precinct where the election shall be held.

Sec. 10. Title 48, chapter 17, article 4, Arizona Revised Statutes, is amended by adding section 48-2384.01, to read:

48-2384.01. <u>Alternative election process; balloting exclusively</u> by mail

NOTWITHSTANDING ANY OTHER LAW, AS AN ALTERNATIVE TO THE ELECTION PROCESS PRESCRIBED IN SECTION 48-2384, THE BOARD MAY CHOOSE TO CONDUCT VOTING IN ANY ELECTION EXCLUSIVELY BY MAIL BALLOT, AS PRESCRIBED BY THIS SECTION. IF THE BOARD CHOOSES TO CONDUCT VOTING EXCLUSIVELY BY MAIL BALLOT, THE FOLLOWING APPLY:

- 1. BEGINNING NINETY DAYS NEXT PRECEDING THE SATURDAY BEFORE ANY ELECTION, THE SECRETARY OF THE BOARD SHALL CAUSE NOTICE OF THE ELECTION TO BE GIVEN BY PUBLICATION IN A NEWSPAPER PUBLISHED IN THE COUNTY IN WHICH THE OFFICE OF THE BOARD OF DIRECTORS OF THE DISTRICT IS LOCATED, ONCE A WEEK FOR AT LEAST TWO SUCCESSIVE WEEKS. THE NOTICE SHALL PROVIDE THAT THE ELECTION SHALL BE CONDUCTED EXCLUSIVELY BY MAIL BALLOT AND SHALL DESCRIBE THE PROCEDURES FOR OBTAINING AND SUBMITTING A BALLOT AND THE APPLICABLE TIMES AND DATES. IN ADDITION, THE NOTICE SHALL BE POSTED IN ONE PUBLIC PLACE IN EACH DIVISION AND IN A CONSPICUOUS PLACE AT THE OFFICE OF THE BOARD.
- 2. MAIL BALLOTS MAY BE REQUESTED IN PERSON AT THE OFFICE OF THE SECRETARY OF THE BOARD, OR MAY BE REQUESTED BY MAIL, TELEPHONE, THE INTERNET OR OTHER ELECTRONIC MEANS CONSISTENT WITH PROCEDURES TO BE ESTABLISHED BY THE SECRETARY. BALLOTS MAY ALSO BE REQUESTED AND VOTED AT AN ON-SITE EARLY VOTING LOCATION, WHICH SHALL REMAIN OPEN UNTIL 7:00 P.M. ON THE DAY OF THE ELECTION. THE PROCESS AND TIME FRAMES FOR REQUESTING AND VOTING BALLOTS SHALL GENERALLY COMPLY WITH THE PROCESS ESTABLISHED FOR EARLY VOTING BY SECTION 16-542, TO THE EXTENT NOT INCONSISTENT WITH THIS ARTICLE.

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- 3. MAIL BALLOTS MAY BE RETURNED BY MAIL AND MUST BE RECEIVED BY THE SECRETARY OF THE BOARD NO LATER THAN 7:00 P.M. ON THE DAY OF THE ELECTION.
- 4. MAIL BALLOTS MAY ALSO BE RETURNED IN PERSON AT THE OFFICE OF THE SECRETARY OF THE BOARD NO LATER THAN 7:00 P.M. ON THE DAY OF THE ELECTION.
- 5. FOR PURPOSES OF ELECTIONS CONDUCTED PURSUANT TO THIS SECTION, THERE SHALL BE A SINGLE BOARD OF ELECTION CONSISTING OF ONE INSPECTOR, ONE JUDGE AND ONE CLERK, ALL OF WHOM ARE APPOINTED BY THE BOARD OF DIRECTOR.
- 6. ELECTIONS CONDUCTED PURSUANT TO THIS SECTION ARE EXEMPT FROM TITLE 16, CHAPTER 4, ARTICLE 8.1.
- Sec. 11. Section 48-2392, Arizona Revised Statutes, is amended to read:

48-2392. Tie vote; primary and general election

- A. If, at any election held as provided in this article, there be any office or offices to which no candidate therefor received a majority of the votes cast ARE TWO OR MORE CANDIDATES WHO ARE TIED FOR THE HIGHEST NUMBER OF VOTES CAST FOR A SINGLE OFFICE, then as to such THAT office or offices said THE election shall be considered to be a primary election for the nomination of candidates for such THAT office or offices, and a second or general election shall be held not less than thirty days following the canvassing of election returns, to vote for <del>candidates</del> A CANDIDATE to fill <del>such</del> THAT office or offices. The candidates WHO WERE not elected at such THE first election, equal in number to twice the number to be elected to any given office, or less if so there be, and who received WERE TIED FOR the highest number of votes for the <del>respective</del> office <del>or offices</del> at <del>such</del> THE first election shall be the only candidates at such THE second election; provided that, if there be any persons who under the provisions of this section would have been entitled to become candidates for any office except for the fact that another candidate or candidates received an equal number of votes therefor, then such persons receiving said equal number of votes shall likewise become candidates for such office or offices.
- B. The candidates equal in number to the persons to be elected CANDIDATE who shall receive RECEIVES the highest number of votes at said THE second election HELD PURSUANT TO SUBSECTION A shall be declared elected to such office.

Sec. 12. Repeal

Section 48-2421, Arizona Revised Statutes, is repealed.

Sec. 13. <u>Conditional enactment; notice</u>

A. Sections 48-2309, 48-2365, 48-2383, 48-2384 and 48-2392, Arizona Revised Statutes, as amended by this act, are not effective unless the Salt river valley water users' association votes in an election held on or before December 31, 2009 and approves amendments to the association's articles of incorporation that are similar to all of the statutory sections prescribed in this subsection.

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- B. Section 48-2333, Arizona Revised Statutes, as amended by this act, is not effective unless the Salt river valley water users' association votes in an election held on or before December 31, 2009 and approves amendments to the association's articles of incorporation that are similar to the statutory section prescribed in this subsection.
- C. Sections 48-2362, 48-2363, 48-2364 and 48-2366, Arizona Revised Statutes, as amended by this act, are not effective unless the Salt river valley water users' association votes in an election held on or before December 31, 2009 and approve amendments to the association's articles of incorporation that are similar to all of the statutory sections prescribed in this subsection.
- D. The governing body of the Salt river project agricultural improvement and power district shall notify in writing the director of the Arizona legislative council of the date on which any or all of the three conditions are met or if the conditions are not met.

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