

LOS FELIZ ESTATES OWNERS ASSOCIATION

Election and Voting Rules

(Adopted _____, 20__)

These Election and Voting Rules (these "**Election Rules**") have been adopted by the Board of Directors of Los Feliz Estates Owners Association (the "**Association**"), in accordance with applicable statutory requirements. These Election Rules are intended to comply with Sections 5100 through 5145 of the California Civil Code, as well as any successor statutes thereto, and the Association's Governing Documents, and these Election Rules shall not be amended less than ninety (90) days prior to an election. Notwithstanding anything to the contrary or any conflicts contained in the Bylaws or CC&Rs, the terms set forth in these Election Rules shall be controlling to the extent such terms are applicable with the California Civil Code.

I. Definitions

A. Whenever used in these Election Rules, the following capitalized terms shall have the following meanings:

1. The term "**Board**" or "**Board of Directors**" shall mean the board of directors of the Association.
2. The term "**Bylaws**" shall mean the bylaws of the Association.
3. The term "**Candidate**" shall mean a candidate for election to the Association's Board of Directors, including both incumbents and non-incumbents.
4. The term "**CC&Rs**" shall mean the Declaration of Restrictive Covenants, Conditions and Restrictions of Tract 27460 recorded on May 31, 1963 in Book M1276, Pages 967 through 975, inclusive, in the official records of Los Angeles County, California (as may be amended from time to time, the "CC&Rs"), applicable to the Association's common interest development.
5. The term "**Director**" shall mean a person who serves on the Board of Directors.
6. The term "**Governing Documents**" shall mean the governing documents of the Association, including, without limitation, (1) the Bylaws, (2) the CC&Rs and (3) any rules, regulations and policies adopted by the Board from time to time that apply generally to the conduct of the business and affairs of the Association.
7. The term "**General Delivery**" or "**General Notice**" shall mean the delivery of a document to a Member pursuant to the requirements of California Civil Code Section 4045.
8. The term "**Individual Delivery**" or "**Individual Notice**" shall mean the delivery of a document to a Member pursuant to the requirements of California Civil Code Section 4040.
9. The term "**Inspector**" or "**Inspector of Elections**" shall mean an independent third party acting as the inspector of elections in any Association election conducted by Secret Ballot. The term "independent" means not subject to a current contract with the Association and in no event shall it be the Association's community manager.
10. The term "**Member**" shall mean a member of the Association.

11. The term “**Secret Ballot**” shall mean a ballot used in (1) an Association election which is subject to the secret ballot voting requirements of the California Civil Code or (2) an election on any topic that is expressly identified in the Governing Documents as required to be held by secret ballot, if any. A “written Secret Ballot” is a traditional, paper-mailed ballot; an “electronic Secret Ballot” is an electronic ballot transmitted entirely by internet-based means.

B. Other capitalized terms used in these Election Rules shall have the same meanings given to them in the CC&Rs, unless otherwise defined herein.

II. Equal Access

A. If any Candidate or Member advocating a point of view is provided access to Association media, newsletters, or Internet Web sites during a campaign, for purposes that are reasonably related to that election, equal access shall be provided to all Candidates and Members advocating a point of view, including those not endorsed by the Board, for purposes that are reasonably related to the election. The Association shall not edit or redact any content from communications by a Candidate or a Member, but the Association may include a statement specifying that the Candidate or Member, and not the Association, is responsible for that content; the Association shall not be responsible for the content of Candidate or Member communications, regardless of whether such a statement is included.

B. Access to common area meeting space, if any exists, shall be made available during a campaign, at no cost, to all Candidates, including those who are not incumbents, and to all Members advocating a point of view, including those not endorsed by the Board, for purposes reasonably related to the election. Such access, as may be applicable, shall be made available upon the request of a Candidate or Member, and shall be scheduled at a reasonable time(s) by the Board.

III. Qualifications for Candidates and Directors

A. An individual shall not qualify as a Candidate if the individual is not a Member at the time of nomination. If title to a separate interest parcel is held by a legal entity that is not a natural person, the governing authority of that legal entity shall have the power to appoint a natural person to be a Member.

B. In addition to being a Member, in order to qualify as a Candidate (or serve as a Director as applicable), the following qualifications or requirements shall be applicable:

1. A Candidate or Director must be current in the payment of regular and special assessments, which are consumer debts subject to validation. This requirement shall not apply to the nonpayment of fines, fines renamed as assessments, collection charges, late charges, or costs levied by a third party. Further, the person shall not be disqualified for failure to be current in payment of regular and special assessments if either of the following circumstances is true:

a) The person has paid the regular or special assessment under protest pursuant to Section 5658 of the California Civil Code.

b) The person has entered into and is in compliance with a written payment plan pursuant to Section 5665 of the California Civil Code.

2. A Candidate or Director may not serve on the Board if the person, if elected, would be serving on the Board at the same time as another person who holds a joint ownership interest in the same separate interest parcel as the person and the other person is either properly nominated for the current election or an incumbent Director.

3. A Candidate or Director may not serve on the Board unless that person has been a Member for at least one (1) year prior to the nomination date.

4. A Candidate or Director may not serve on the Board if that person discloses, or if the Association is aware of or becomes aware of, a past criminal conviction that would, if the person was elected, either prevent the Association from purchasing the fidelity bond coverage required by Section 5806 of the California Civil Code or terminate the Association's existing fidelity bond coverage required by Section 5806 of the Civil Code.

5. To the fullest extent permitted by law, a Director may have their seat declared vacant, and the Director's seat removed, if the Director has been convicted of a felony or declared of unsound mind by a final order of a court.

C. Corporate Transparency Act Compliance

The Corporate Transparency Act and any other related companion statutes or regulations, including its state counterparts (collectively, "CTA"), is federal law intended to provide the U.S. Department of the Treasury with beneficial ownership information for the purpose of detecting suspicious financial activity, such as money laundering and tax fraud, along with funding for terrorism and other misconduct, such as drug trafficking, through business corporations registered with the Secretary of State. Businesses must file a Beneficial Ownership Information Report that identifies the individuals associated with the business who exercise substantial control over the business and financial assets. This CTA applies to homeowners associations, as a "Reporting Company," and their directors known as "Beneficial Owners."

1. A Director must comply with the CTA, as applicable. Candidates are on notice that if they serve on the Board then the CTA may require submission of the Director's personal information including, but not limited to, birthdate and driver's license or passport information, along with their home address.

2. If a Director refuses to timely comply with the CTA, then the Director voluntarily consents (i) to the Association's removal of the Director for noncompliance and/or (ii) to be responsible for any governmental punishment imposed against the Association, including but not limited to any fines or criminal punishments due to the Director's noncompliance. The Association further reserves the right to pursue disciplinary enforcement and reimbursement for CTA noncompliance against the Director after a noticed hearing.

D. A person may not be disqualified from nomination if the person has not been provided the opportunity to engage in internal dispute resolution pursuant to the California Civil Code.

IV. Nominating Committee

A. The Board shall act as the Nominating Committee described in the Bylaws (Article V, Section 1(a)).

V. Board Election Process

Board election process is explained below. Election by acclamation procedures have been inserted into the process below but are optional unless the Association intends to hold an election by acclamation. As a prerequisite requirement to an election by acclamation, the Association must have held a regular election for the directors in the last three (3) years; this three-year time period is calculated from the date ballots were due in the last full election to the start of voting for the proposed election.

A. Initial Acclamation Notice. At least five (5) months before the proposed election date, the Association shall provide at least ninety (90) days' Individual Notice before the nomination deadline stated in Section V(D)(3) of these Election Rules. Such notice shall contain the following:

- (i) the number of Board positions that will be filled at the election;
- (ii) the deadline for submitting nominations;
- (iii) the procedure for submitting nominations; and

(iv) a statement stating, "If, at the close of the time period for making nominations, there are the same number or fewer qualified candidates as there are board positions to be filled, then the board of directors may, after voting to do so, seat the qualified candidates by acclamation without balloting."

B. Acclamation Confirmation. Any time after the Association receives a timely completed Candidacy Notice (defined below), the Association shall provide a written or electronic communication receipt of the nomination to the nominator within seven (7) business days. After the Association receives a completed Candidacy Notice, the Association shall provide a separate written or electronic communication receipt of the nomination to the nominee specified in the Candidacy Notice within seven (7) business days that indicates either the nominee is (i) a qualified candidate or (ii) an unqualified candidate with the basis for the disqualification and the procedure for appeal that complies with the internal dispute resolution requirements pursuant to the California Civil Code. The Association may combine the written or electronic communications described above into a single communication if the nominator and nominee are the same. If the Association disqualifies a nominee because the candidate does not meet the candidate qualifications, the Association shall also disqualify a current director that does not meet the same qualification.

C. Electronic Secret Ballot Opt-In/Out Notice. At least one hundred twenty (120) days before an election, the Association shall provide Individual Notice to the Members of a list with the information required in Article IX, Section (B)(1) of the Election Rules.

D. Call for Candidates. The Association shall distribute to all Members a notice seeking Candidates for the Board (the "**Candidacy Notice**") at least thirty (30) days prior to the date of the deadline for return of the completed Candidacy Notice to the Association.

1. The Candidacy Notice shall provide a space for any Member interested in being a Candidate to indicate their name, separate interest address within the Association's development, mailing address (if different), other contact information and signature, a resolution by the governing authority of a legal entity authorizing a natural person to run for the Board on behalf of the legal entity (if applicable), and include a deadline for return of the completed Candidacy Notice to the Association. Any Member submitting a completed Candidacy Notice will be required to certify on the Candidacy Notice that they meet the qualifications for Candidates and Directors set forth in these Election Rules. Any Member submitting an incomplete Candidacy Notice or failing to submit a completed Candidacy Notice by the stated deadline shall not have their name included in the Secret Ballot or other voting materials for that election.

2. The Candidacy Notice shall include a space for each Candidate to submit a written statement (the "**Candidacy Statement**") reasonably related to the election, including advocating a point of view; the Board of Directors may limit the length of the Candidacy Statement or may choose, at its option, to not include a Candidacy Statement. Unless otherwise decided by the Board of Directors, a Candidacy Statement will be included with the Association's mailing of the

voting materials for the election if the Candidacy Statement is provided to the Association with a completed Candidacy Notice by the stated deadline.

3. The Association shall provide General Notice (or Individual Notice, if requested by a Member or if following the election by acclamation process) of the procedure and deadline for submitting a nomination at least thirty (30) days before any deadline for submitting a Candidacy Notice. This requirement only applies to the elections of Directors and to recall elections.

4. **Reminder Acclamation Notice.** The General Notice mentioned in the preceding paragraph must be distributed by Individual Delivery instead and include reminder language containing the following:

- (i) the number of Board positions that will be filled at the election;
- (ii) the deadline for submitting nominations;
- (iii) the procedure for submitting nominations;
- (iv) current qualified candidate name list as of the date of the reminder notice; and
- (v) a statement stating, "If, at the close of the time period for making nominations, there are the same number or fewer qualified candidates as there are board positions to be filled, then the board of directors may, after voting to do so, seat the qualified candidates by acclamation without balloting."

E. Board Vote for Election by Acclamation. If by the candidacy deadline, acclamation is possible due to the number of Candidates and open Board positions and the Association has complied with the requirements for acclamation as described in these Election Rules, then the Board may vote to consider the qualified Candidates elected by acclamation at a duly noticed open general Board meeting with an agenda item that reflects the name of each qualified Candidate that will be seated by acclamation. The Board vote for election by acclamation concludes the election process. Meeting minutes should also specify the date such elected Candidates will be seated on the Board. If election by acclamation is not possible, then the next steps shall apply.

F. Pre-Ballot Notice. The Association shall provide General Notice (or Individual Notice if requested by a Member) of all of the following at least thirty (30) days before the ballots are distributed for elections of Directors and to recall elections:

- (i) the date and time by which, and the physical address where, ballots are to be returned by mail, handed to the Inspector(s);
- (ii) the date, time, and location of the meeting at which ballots will be counted; and
- (iii) the list of all Candidates' names that will appear on the ballot.
- (iv) Additional Electronic Secret Ballot Pre-Ballot Notice Requirements, as applicable: The pre-ballot notice must include the eventual ballot transmission deadline and preliminary instructions on how to vote by electronic Secret Ballot.

G. Ballot Distribution. Ballots shall be distributed at least thirty (30) days before an election.

H. Floor and Write-In Nominations.

1. **Floor Nominations.** A Member may nominate themselves, or may be nominated by another Member, from the floor at the annual meeting at which the election will be held. However, if electronic Secret Ballots are utilized, floor nominations are not permitted for electronic

Secret Ballots or written Secret Ballots unless expressly required by law. A Member who desires to vote for any Candidate nominated from the floor may complete and vote a Secret Ballot at the annual meeting if the Member has not previously submitted a Secret Ballot for that election. A Member nominated from the floor must accept the nomination in order to be a valid Candidate and/or seated on the Board. Further, such Candidate shall be required to certify that they meet the qualifications for Candidates and Directors set forth in these Election Rules.

2. **Write-in Nominations.** A Candidate may also nominate themselves, or may be nominated by another Member, as a write-in Candidate, pursuant to the Bylaws (Article V, Section 1(a)). A Member who desires to nominate any Member as a Candidate may write in such nominated Member's name on the Secret Ballot for that election, and such action shall constitute a nomination of such Member as a Candidate. A Member nominated by write-in on a Secret Ballot must accept the nomination in order to be a valid Candidate and/or seated on the Board. Further, such Candidate shall be required to certify that they meet the qualifications for Candidates and Directors set forth in these Election Rules.

I. **Election Date.** The election shall be conducted as described further in the relevant sections of Articles VI through XIII of these Election Rules

VI. **Qualifications for Voting**

A. Notwithstanding any other law or the Governing Documents, any Member at the time when ballots are distributed (or person with a valid, general power of attorney for a Member) may vote in all Association matters.

B. Record dates for determining Members entitled to receive notice of a meeting, shall be established in accordance with the Bylaws (Article XI, Section 2), and Section 7611 of the California Corporations Code.

VII. **Voting Power of Each Member**

A. Members shall have one (1) vote per separate interest owned, pursuant to the Bylaws (Article II, Section 6).

B. Cumulative voting shall not be allowed in any election of Directors.

C. No fractional votes are allowed in the election of Directors, or otherwise.

VIII. **Proxies**

A. Any Member entitled to vote may do so by proxy, in accordance with the Bylaws (Article XI, Section 7).

B. A "**proxy**" means a written authorization signed by a Member or the authorized representative of the Member that gives another Member or Members (or a person with a valid, general power of attorney for a Member) the power to vote on behalf of that Member. For purposes of this definition, "signed" means the placing of the Member's name on the proxy (whether by manual signature, typewriting, telegraphic transmission, or otherwise) by the Member or authorized representative of the Member.

C. Proxies shall not be construed or used in lieu of a ballot (whether a Secret Ballot or other written ballot).

D. The use of proxies shall meet the requirements of the Governing Documents, Section 7613 of the California Corporations Code and other provisions of law.

E. The Association shall not be required to prepare or distribute proxies.

F. Any instruction given in a proxy that directs the manner in which the proxyholder is to cast the vote must be set forth on a separate page of the proxy that can be detached and retained by the proxyholder. Neither the Association nor the Inspector will be responsible for ensuring that the proxyholder votes the votes in accordance with the Member's instructions.

G. A proxy may be revoked by a Member prior to the receipt of a Secret Ballot by the Inspector (or receipt of other written ballot by the Association), as described in Section 7613 of the California Corporations Code. A Member's attendance at the meeting at which the proxyholder casts, or intends to cast, the Member's vote does not automatically revoke the proxy.

IX. Secret Ballot Electronic Voting

The Association may utilize electronic Secret Ballots for any election allowed by law. When the Association holds an election with electronic Secret Ballot voting, the following requirements apply:

A. Basic Conditions and Requirements

1. Electronic Secret Ballots are not permitted for special assessment elections unless otherwise permitted by law.

2. Nominations from the floor are not permitted with electronic Secret Ballots unless otherwise permitted by law.

3. Electronic Secret Ballots received shall be counted towards quorum, but a substantive vote of the Members shall not be taken on any other issues than those identified in the electronic vote.

4. The electronic Secret Ballot and any written Secret Ballot shall contain the same list of items being voted on.

5. Members voting by electronic Secret Ballot may request a physical copy of the text of the proposed amendment without charge.

6. An election may be conducted entirely by mail, electronic Secret Ballot, or a combination of both notwithstanding contrary terms in the Governing Documents.

7. There shall be a tally sheet of votes cast by electronic Secret Ballot.

B. Member Opt-in and Opt-Out Selection

1. Unless a Member opts out of electronic Secret Ballot voting as described below, each Member consents to voting by electronic Secret Ballot if the Association has the Member's email address.

2. The Association must maintain a list identifying Members' electronic Secret Ballot or written Secret Ballot voting method selections.

3. A Member may change from a written Secret Ballot to an electronic Secret Ballot, or an electronic Secret Ballot to written Secret Ballot, up until ninety (90) days before an election. At least one hundred twenty (120) days before an election, the Association shall provide Individual Notice of a list with the following:

a) The Member's current voting method selection;

- b) The Member's email address used for electronic Secret Ballot voting, if applicable;
- c) This statement or a statement substantially similar, "If you elect to vote by written Secret Ballot instead of electronic Secret Ballot voting, then you will be opted out of electronic Secret Ballot voting";
- d) Instructions on how to opt out of electronic Secret Ballot voting; and
- e) Electronic Secret Ballot voting opt-out deadline (which is up until ninety (90) days before an election).

4. If a Member opts out of receiving an electronic Secret Ballot or the Association does not have an email address for a Member, such Member shall receive a written Secret Ballot from the Association.

5. Any Member voting by electronic Secret Ballot must provide a valid email address and shall only receive an electronic Secret Ballot from the Association.

C. Additional Electronic Secret Ballot Requirements

The ballot shall also contain instructions on the following:

- 1. How to access the internet-based voting system; and
- 2. How to vote by electronic Secret Ballot.

D. Additional Inspector Procedures for Elections by Electronic Secret Ballot

1. The Inspector must ensure compliance with all of the following by providing the Member:

- a) A method to authenticate the Member's identity to the internet-based voting system;
- b) A method to transmit an electronic Secret Ballot to the internet-based voting system that ensures secrecy and integrity; and
- c) A method to confirm, at least thirty (30) days before the voting deadline, that the Member's electronic device can successfully communicate with the internet-based voting system.

2. The Inspector must also ensure that any internet-based voting system utilized shall have the ability to accomplish the following:

- a) Authentication of the Member's identity;
- b) Authentication of the electronic Secret Ballot transmitted to ensure it was not altered during transmission;
- c) A receipt of confirmation of the submitted electronic Secret Ballot;
- d) Permanent separation of any voter authentication or identification information from the electronic Secret Ballot, rendering it impossible to connect the ballot to a specific Member; and
- e) Storage and electronic Secret Ballots accessibility to elections officials or their authorized representatives for recount, inspection, and review purposes.

X. Procedures for Elections by Secret Ballot

A. The Association shall utilize a Secret Ballot process for elections regarding any of the following matters:

1. Assessments legally requiring a vote of the Members.
2. Election or removal of Directors.
3. Amendments to the Governing Documents.
4. The grant of exclusive use of the common area.

5. An election on any other topic that is expressly identified in the Governing Documents or the California Civil Code as required to be held by Secret Ballot.

B. The Association shall hold an election for a seat or seats on the Board, in accordance with these Election Rules and applicable law, at the expiration of the corresponding Director(s)' term(s) and at least once every four (4) years. The actual term length of each Director is specified in the Bylaws.

C. Prior to the mailing of the Secret Ballots by the Association, the Inspector shall specify a location where the sealed Secret Ballots may be mailed, or hand delivered.

D. Secret Ballots and as applicable, two (2) pre-addressed envelopes with instructions on how to return the Secret Ballots shall be mailed by first-class mail or delivered by the Association to every Member not less than thirty (30) days prior to the deadline for voting. The deadline for voting and the times at which the polls will open and close shall be noticed with the Secret Ballot.

E. In order to preserve confidentiality, a voter may not be identified by name, address, or lot, parcel, or unit number on the Secret Ballot. The Association shall use as a model those procedures used by California counties for ensuring confidentiality of vote by Secret Ballots, including all of the following for written Secret Ballots, as applicable:

1. The Secret Ballot itself is not signed by the voter but is inserted into an envelope that is sealed. This envelope is inserted into a second envelope that is sealed. In the upper left-hand corner of the second envelope, the voter shall sign the voter's name, indicate the voter's name, and indicate the address of the separate interest that entitles the voter to vote.

2. The second envelope is addressed to the Inspector or Inspectors, who will be tallying the votes. The envelope may be mailed or delivered by hand to the location specified by the Inspector or Inspectors. The Member may request a receipt for delivery.

F. A quorum shall be required only if so stated in the Governing Documents or as may be required by law. If a quorum is required, each Secret Ballot received by the Inspector shall be treated as a Member present at a meeting for purposes of establishing a quorum.

1. In a Board election, if the quorum requirement stated in the Governing Documents or Corporations Code § 7512 is not met, the Association may adjourn the election to a later date and the quorum shall then be the lower percentage of (i) twenty percent (20%) in accordance with the Davis-Stirling Act or (ii) the lower percentage stated in the Governing Documents, if applicable.

2. Reduced 20% Quorum for Board Election in accordance with the Davis-Stirling Act: If the Association will adjourn an election meeting to a later date with a 20% reduced quorum in accordance with the Davis-Stirling Act, the adjourned election date must be at least twenty (20)

days later. The Association shall provide General Notice of the adjourned election meeting at least fifteen (15) days prior to the date of the adjourned meeting which shall include the (i) date, time, and location of the meeting; (ii) the list of all candidates; and (iii) a statement specifying the lower quorum percentage, that such percentage will satisfy the quorum requirements for the Board election, and that such ballots received will be counted if quorum is met.

3. **Reduced Quorum for Board Election as Stated in the Governing Documents:** If the Association will adjourn an election meeting to a later date with a reduced quorum in accordance with the Governing Documents and not with a 20% reduced quorum as permitted by the Davis-Stirling Act, the adjourned election date and notice requirements for an adjourned election meeting shall follow the requirements stated in the Governing Documents.

G. In an election to approve an amendment of the Governing Documents, the text of the proposed amendment shall be delivered to the Members with the Secret Ballot and Members voting by electronic Secret Ballot may request a physical copy of the text of the proposed amendment without charge.

H. A Member who owns multiple separate interests must submit separate sealed Secret Ballots for each separate interest owned.

I. Once a Secret Ballot is received by the Inspector, or transmitted electronically for electronic Secret Ballots as applicable, it shall be irrevocable. If more than one valid Secret Ballot is received for any Member's separate interest, the first Secret Ballot received will be the one counted; if it cannot be determined which Secret Ballot was the first received, the Secret Ballots will not be counted, except for the purpose of establishing quorum.

J. All votes shall be counted and tabulated by the Inspector or Inspectors, or the designee of the Inspector or Inspectors, in public at a properly noticed open meeting of the Board or Members. Any Candidate or other Member of the Association may witness the counting and tabulation of the votes. No person, including a Member of the Association or an employee of the Association's management company, shall open or otherwise review any Secret Ballot prior to the time and place at which the Secret Ballots are counted and tabulated; provided, however, the Inspector, or the designee of the Inspector, may verify the Member's information and signature on the outer envelope prior to the meeting at which Secret Ballots are tabulated.

K. Except for the meeting to count the votes required above, an election may be conducted entirely by mail, electronic Secret Ballot, or a combination of both notwithstanding contrary terms in the Governing Documents.

L. The sealed Secret Ballots, signed voter envelopes, voter list, proxies, candidate registration list, and tally sheet of votes cast by electronic Secret Ballot shall at all times be in the custody of the Inspector or Inspectors or at a location designated by the Inspector or Inspectors until after the tabulation of the vote, and until the time allowed by the California Civil Code for challenging the election has expired, at which time custody shall be transferred to the Association.

M. In the event of a tie vote among any number of Candidates in a Board election, the Association will notice a special meeting of Members and send Secret Ballots to all Members for a runoff election to break the tie. Such runoff election shall be conducted in accordance with the Secret Ballot procedures set forth herein and pursuant to the Davis-Stirling Act. No previously cast Secret Ballots or proxies from the prior election will apply or be counted in the runoff election. Notwithstanding anything contained in this paragraph, in the event of a tie vote, all newly elected Directors shall immediately begin serving their terms, and any incumbent Director whose seat was tied shall not continue to serve on the Board until a determination has been made with respect

to the winner for the tied seat(s); a Candidate not already on the Board shall not be deemed elected to the Board until a winner is determined in the runoff election.

N. All Secret Ballots must be legible and clearly marked. If a Secret Ballot is marked to cast more votes than the maximum number of votes allowed for an election, the Secret Ballot will be used for quorum purposes only and shall not count towards the vote.

O. The Association shall retain, as Association election materials, both a Candidate registration list and a voter list. The Candidate list shall include the name and address of individuals nominated as a Candidate for election to the Board of Directors. The voter list shall include the name, voting power, and either the physical address of the voter's separate interest, the parcel number, or both. The mailing address for the ballot shall be listed on the voter list if it differs from the physical address of the voter's separate interest or if only the parcel number is used. The Association shall permit members to verify the accuracy of their individual information on both lists at least thirty (30) days before the ballots are distributed. The Association or Member shall report any errors or omissions to either list to the Inspector(s) who shall make the corrections within two (2) business days.

XI. Inspectors of Elections

A. At an open session Board meeting, the Board shall select an independent third party or parties as an Inspector or Inspectors for any election by Secret Ballot; the number of Inspectors shall be one (1) or three (3). For Board elections, the Inspector should be selected before the pre-ballot notice is distributed. For other elections, the Inspector should be selected before the date Secret Ballots are distributed to the Members.

B. The Board may, but shall not be required to, submit the selection of the Inspector or Inspectors to a vote of the Members. If the Board fails to appoint an Inspector, then, upon demand by the Members, the Board shall submit to the Members for vote the name of one or more proposed independent third party to act as an Inspector.

C. For purposes of these Election Rules, an independent third party includes, but is not limited to, a volunteer poll worker with the County registrar of voters, a licensee of the California Board of Accountancy, or a notary public. An independent third party may be a Member, but may not be a Director, a Candidate, or be related to a Director or to a Candidate by blood, marriage, adoption, or domestic partnership. An independent third party may not be a person, business entity, or subdivision of a business entity who is currently employed or under contract to the Association for any compensable services other than serving as the Inspector.

D. The Inspector or Inspectors shall do all of the following:

1. Determine the number of memberships entitled to vote and the voting power of each.
2. Determine the authenticity, validity, and effect of proxies, if any.
3. Receive Secret Ballots and determine the validity of those Secret Ballots and their compliance with the Secret Ballot requirements of these Election Rules and the Governing Documents.
4. Hear and determine all challenges and questions in any way arising out of or in connection with the right to vote.
5. Count and tabulate all votes.

6. Determine when the polls shall close, consistent with the Governing Documents.
 7. Determine the tabulated results of the election.
 8. Perform any acts as may be proper to conduct the election with fairness to all Members in accordance with provisions of the law and all applicable rules of the Association regarding the conduct of the election that are not in conflict with the law.
 9. Deliver, or cause to be delivered, at least thirty (30) days before an election both of the following documents to each Member:
 - a) The ballot or ballot(s).
 - b) A copy of these Election Rules. Delivery of these Election Rules, pursuant to this provision, may be accomplished by either of the following methods: (i) Individual Delivery; or (ii) Posting these Election Rules to an internet website and including the corresponding internet website address on the ballot together with the phrase, in at least twelve (12) point font: "The rules governing this election may be found here:"
- E.** An Inspector shall perform all duties impartially, in good faith, to the best of the Inspector's ability, and as expeditiously as is practical, and in a manner that protects the interest of all Members of the Association.
- F.** The Inspector or Inspectors may appoint and oversee additional persons to verify signatures and to count and tabulate votes as the Inspector or Inspectors deem appropriate, provided that such persons are independent third parties who meet the requirements described in Paragraph C of this Section.
- G.** The Inspector has the authority to confer with the Association's legal counsel in advance of or at the meeting where Secret Ballots are to be counted. By the adoption of these Election Rules, the Association's legal counsel has been authorized by the Board of Directors to provide advice, as determined necessary or prudent by the Association's legal counsel, for the limited purpose of informing and advising the Inspector regarding issues related to the Inspector performing their duties for the Association, and the Association waives the attorney-client privilege for that limited purpose.
- H.** If there are three (3) Inspectors, the decision or act of a majority of the Inspectors shall be effective in all respects as the decision or act of all. Any report made by the Inspector or Inspectors is prima facie evidence of the facts stated in the report.
- I.** The Board may, in its discretion, pay compensation to the Inspector.
- J.** Prior to the election, the Association shall provide the Inspector with a current list of all Members and all other information as may be required under this Policy or applicable law.
- K.** If any election meeting is adjourned due to lack of quorum, the Inspector shall retain custody of such Secret Ballots and bring them to the adjourned meeting; new Secret Ballots will not be required from any Member who has cast a valid Secret Ballot vote in accordance with these Election Rules.
- L.** The Inspector may request that the meeting be recessed to allow the Inspector to complete the counting and tabulation of the Secret Ballots to another time. Notice of the recessed meeting will be given to all Members at the meeting where the counting and tabulation occurs and will identify the location, date and time when the counting and tabulation will resume. The Inspector will continue to maintain custody of all Secret Ballots until the counting and tabulation is complete.

XII. Registration of Members in Person

A. A Member who chooses to vote in person at a meeting of the Members or Board must present themselves at the registration table area at the meeting to submit their ballot.

B. If a Member has lost or misplaced their voting materials, the Member can request replacement voting materials at the registration table area at the meeting of the Members or Board. For elections by Secret Ballot, the Inspector or the Inspector's designee may request photo identification from the Member to confirm the Member's identity.

C. When voting in person at a Member or Board meeting, in order for a Member's vote to count, the Member must comply with all of the procedures and requirements contained in these Election Rules.

XIII. Election Results

A. The tabulated results of the election shall be promptly reported to the Board, shall be recorded in the minutes of the next meeting of the Board, and shall be available for review by Members of the Association.

B. Within fifteen (15) days of the election, the Board shall give general notice of the tabulated results of the election, in accordance with the requirements of the California Civil Code.

XIV. Recount or Challenge to the Election Process

A. The time period in which a Member may challenge an election shall be subject to the limitations set forth in the California Civil Code and the California Corporations Code.

B. If there is a recount or other challenge to the election process, the Inspector or Inspectors shall, upon written request, make the ballots, signed voter envelopes, the voter list of names, parcel numbers, and voters to whom ballots were sent, proxies, the Candidate registration list, and tally sheet of votes cast by electronic Secret Ballot (as applicable) available for inspection and review by a Member or their authorized representative; provided, however, that the signed voter envelopes may be inspected but may not be copied. The Member shall be responsible for all costs and expenses related to such recount.

C. Any recount shall be conducted in a manner that preserves the confidentiality of the vote.

XV. Use of Association Funds for Campaign Purposes

A. Association funds may not be used for campaign purposes in connection with any Association election except to the extent necessary to comply with the duties of the Association imposed by law. "Campaign purposes" include, but are not limited to, the following:

1. Expressly advocating the election or defeat of any Candidate.

2. Including the photograph or prominently featuring the name of any Candidate on a communication from the Association or the Board, excepting the ballot, ballot materials, or a communication that is legally required, within thirty (30) days of an election; provided, however, this is not a campaign purpose if the communication is one for which the California Civil Code requires that equal access be provided to another Candidate or advocate.

B. Unless otherwise provided by the California Civil Code, the foregoing restrictions on the use of Association funds for campaign purposes shall apply only to the election and removal of Directors.

XVI. Election Errors

A. Within one (1) year of an election, the Board may be advised, in writing, of a material election error in the election process. The Board may seek the advice of legal counsel and/or Inspector to determine whether such error(s) could have affected the outcome of the election.

B. Board Election Errors: If a material election error is discovered that could impact the outcome of a Board election, the Board may decide to hold a new election to cure the prior election error. If such error is discovered after Candidates have been elected, newly elected Candidates/Board members will hold their seat until the conclusion of the re-conducted election; provided, however, that if such error is discovered prior to the elected Candidates/new Board members being seated, the existing seated Board members will hold their seats until the conclusion of the re-conducted election. In all cases while a re-conducted election takes place, the decisions of the Board shall remain and be deemed valid until the re-conducted election is completed.

C. Other Election Errors: If it is determined that there was a material election error in any other type of Association election/vote which could have affected the outcome of the election, then the Board may decide to hold a new election to cure the prior election error.

[End of Document]