

CLEARWATER HILLS IMPROVEMENT ASSOCIATION

February 22, 2016

Mr. Kevin Burke
Town Manager
Town of Paradise Valley
6401 E. Lincoln Drive
Paradise Valley, Arizona 85253

Re: Clearwater Hills

Dear Mr. Burke:

Thank you for meeting with me Friday, February 19, 2016, to discuss Clearwater Hills Improvement Association (CHIA) and the process for further investigation and discussions regarding annexation of CHIA into the Town of Paradise Valley (the Town).

CHIA is a community of 217 lots of which fourteen lots are currently under the jurisdiction of the Town. There are also 2 additional lots located along Clearwater Parkway that are not members of the Association but are within the Town. CHIA is run by a board of directors and retains a full time executive director to manage its day to day affairs. In addition to the Board of Directors, Clearwater Hills has a fire district comprised of those lots not within the Town, through which it obtains fire service from the Town.

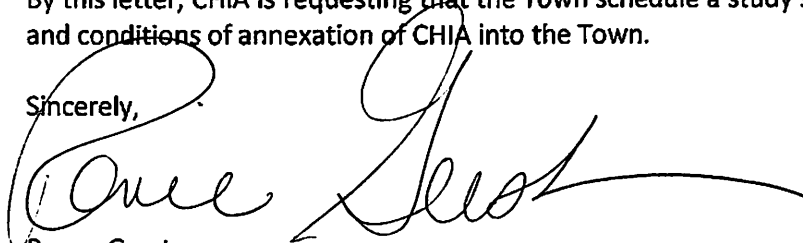
It was suggested to the Clearwater Hills Fire District that it consider looking into annexation of Clearwater Hills into the Town of Paradise Valley. The Clearwater Hills Fire District in turn requested that the Board of Directors of Clearwater Hills take responsibility for discussions with the Town and any costs associated with annexation discussions or voting upon an annexation plan.

At the October 22, 2015 board meeting of the Clearwater Hills Improvement Association the board voted that the Board of Directors proceed with annexation discussions with the Town of Paradise Valley and authorized a budget of \$25,000 to cover attorney fees and costs to present the matter to the community for a vote at such time a formal proposal is reached between Clearwater Hills and the Town.

This issue of annexation was raised and discussed, without vote, at CHIA's annual meeting held on January 19, 2016 and the community is aware that there has been preliminary contact between the Town and CHIA about the possibility of exploring the issue of annexation.

By this letter, CHIA is requesting that the Town schedule a study session to explore the possibility, terms and conditions of annexation of CHIA into the Town.

Sincerely,



Renee Gerstman
President of the Clearwater Hills Improvement Association