

A FIFTEEN COUNTY BUDGET SOLUTION

❗ Eliminate recession-era cost shifts including:

- Arizona Department of Juvenile Corrections (ADJC)
- Arizona State Hospital (ASH) - Sexually Violent Persons (SVP)
- Superior Court Judges' Salaries
- Disproportionate Uncompensated Care (DUC) Pool Payments
- Maintain thirteen counties' share of lottery revenues

❗ Establish an Elected Officials Retirement Plan (EORP) circuit breaker that protects county taxpayers and the counties' ability to meet the health, safety and welfare needs of their communities

❗ Extend county "flexibility language" as a tool to meet county fiscal obligations

Cost Shifts and EORP Solution Set

SOLUTION

- State eliminates county cost shifts
- Counties increase contributions to EORP liability
- State creates EORP circuit breaker for counties

KEY BENEFITS

- Properly aligns costs across government
- Creates an actuarially sound solution
- Promotes state administrative accountability

Recession-Era Cost Shifts

County	ADJC	ASH—SVP	Judges	DUC Pool	Lottery
Apache	\$125,984	-	-	\$87,300	BASELINE
Cochise	\$231,375	\$32,534	-	\$162,700	BASELINE
Coconino	\$236,792	\$64,512	-	\$160,500	BASELINE
Gila	\$94,415	-	-	\$65,900	BASELINE
Graham	\$65,566	-	-	\$46,800	BASELINE
Greenlee	\$14,862	-	-	\$12,000	BASELINE
La Paz	\$36,093	-	-	\$24,900	BASELINE
Maricopa	\$6,724,128	\$2,167,328	\$ 9,479,049	-	-
Mohave	\$352,642	\$166,506	-	\$187,400	\$550,035
Navajo	\$189,279	\$32,135	-	\$122,800	BASELINE
Pima	\$1,726,804	\$499,275	-	\$1,115,900	-
Pinal	\$661,946	\$115,639	-	\$218,300	\$550,035
Santa Cruz	\$83,534	\$32,927	-	\$51,600	BASELINE
Yavapai	\$371,750	\$158,995	-	\$206,200	\$550,035
Yuma	\$344,830	-	-	\$183,900	BASELINE
Total	\$11,260,000	\$3,269,851	\$ 9,479,049	\$2,646,200	\$1,650,105

State General Fund Impact

Eliminate Recession-Era Cost Shifts	\$28,305,205
EORP County Circuit Breaker*	\$3.6M—\$5.2M

* circuit breaker impact depends on enacted relief