



FY2020 County Budget Priorities

- Eliminate the Arizona Department of Juvenile Corrections (ADJC) Fee - \$11.3M ongoing**
SB 1140 county contributions; committed youth; repeal (Leach)
- Provide permanent relief to 12 rural counties for increased EORP liability - \$3.0M ongoing**
HB 2429 approp; EORP contributions; counties (Thorpe)
SB 1293 approp; EORP contributions; counties (Gowan)
- Maintain financial “flexibility language” as a tool to meet county fiscal obligations in FY20**

Why eliminate the ADJC Fee?

- In 2015, the state shifted **25%** of the cost of ADJC to counties to patch a state budget shortfall.
- The fee is bad policy and shifts a state obligation to the county taxpayer.
- Counties pay millions locally in juvenile justice costs associated with detention and courts.
- Because of this, lawmakers have worked to provide counties partial or full relief each year after the initial enactment.

Why is permanent EORP relief important for 12 rural counties?

- State actions and court decisions caused the EORP plan to become drastically underfunded.
- SB 1478 employer contributions; EORP uncapped the employer contribution rate, increasing county costs by **\$20.2 million** (162% increase).
- The state must provide relief to protect taxpayers in rural Arizona from the increased liability.

County	FY20 ADJC Fee Absent Action
Apache	\$126,000
Cochise	\$231,400
Coconino	\$236,900
Gila	\$94,400
Graham	\$65,600
Greenlee	\$14,800
La Paz	\$36,200
Maricopa	\$6,724,000
Mohave	\$352,600
Navajo	\$189,300
Pima	\$1,726,900
Pinal	\$661,900
Santa Cruz	\$83,500
Yavapai	\$371,700
Yuma	\$344,800
Total	\$11,260,000

County	FY20 EORP Impact		FY20 Proposed EORP Relief
	As a Property Tax	As a State GF Equivalent	
Apache	\$0.08	\$265.4M	\$250,000
Cochise	\$0.07	\$124.4M	\$250,000
Coconino	\$0.04	\$105.9M	\$250,000
Gila	\$0.06	\$82.4M	\$250,000
Graham	\$0.17	\$188.4M	\$250,000
Greenlee	\$0.07	\$223.9M	\$250,000
La Paz	\$0.15	\$231.7M	\$250,000
Mohave	\$0.05	\$118.0M	\$250,000
Navajo	\$0.07	\$171.4M	\$250,000
Santa Cruz	\$0.13	\$178.9M	\$250,000
Yavapai	\$0.03	\$77.7M	\$250,000
Yuma	\$0.07	\$102.0M	\$250,000
Total			\$3,000,000