

House Engrossed  
appropriation; unfunded liability; CORP

State of Arizona  
House of Representatives  
Fifty-sixth Legislature  
First Regular Session  
2023

# HOUSE BILL 2027

AN ACT

AMENDING TITLE 38, CHAPTER 5, ARTICLE 6, ARIZONA REVISED STATUTES, BY  
ADDING SECTION 38-915; REPEALING SECTION 38-915, ARIZONA REVISED STATUTES;  
APPROPRIATING MONIES; RELATING TO THE PUBLIC PENSION LIABILITY.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:  
2 Section 1. Title 38, chapter 5, article 6, Arizona Revised  
3 Statutes, is amended by adding section 38-915, to read:

4 38-915. Repayment; counties; pension liability; payment  
5 schedule; state treasurer notification

6 A. FROM AND AFTER JUNE 30, 2023 THROUGH JUNE 30, 2033, THE  
7 FOLLOWING AMOUNTS SHALL BE PAID ANNUALLY BY THE FOLLOWING COUNTIES TO  
8 REPAY THIS STATE FOR THE AMOUNTS PAID IN FISCAL YEAR 2022-2023 ON THE  
9 LOCAL GOVERNMENTS' BEHALF TO THE CORRECTIONS OFFICER RETIREMENT PLAN FOR  
10 UNFUNDED ACCRUED LIABILITY:

11	1. APACHE COUNTY	\$ 73,200
12	2. COCHISE COUNTY	\$ 281,400
13	3. COCONINO COUNTY	\$ 613,900
14	4. GILA COUNTY	\$ 198,000
15	5. GRAHAM COUNTY	\$ 35,000
16	6. GREENLEE COUNTY	\$ 23,000
17	7. LA PAZ COUNTY	\$ 40,800
18	8. MARICOPA COUNTY	\$17,112,200
19	9. MOHAVE COUNTY	\$ 403,800
20	10. NAVAJO COUNTY	\$ 181,600
21	11. PIMA COUNTY	\$ 2,145,200
22	12. PINAL COUNTY	\$ 1,077,200
23	13. SANTA CRUZ COUNTY	\$ 102,900
24	14. YAVAPAI COUNTY	\$ 1,224,500
25	15. YUMA COUNTY	\$ 675,400

26 B. NOT LATER THAN JANUARY 15 OF EACH YEAR, THE STATE TREASURER  
27 SHALL ANNUALLY BILL EACH COUNTY SPECIFIED IN SUBSECTION A OF THIS SECTION  
28 THE AMOUNT DUE. THE COUNTY MAY PAY AN ADDITIONAL AMOUNT IN ANY YEAR, AND  
29 THE ADDITIONAL AMOUNT PAID WILL BE CREDITED AGAINST THE LAST SCHEDULED  
30 REMAINING PAYMENT DUE FOR THAT COUNTY. THE STATE TREASURER SHALL INCLUDE  
31 IN EACH BILLING STATEMENT THE COUNTY'S REMAINING PAYMENT SCHEDULE.

32 C. IF A COUNTY SPECIFIED IN SUBSECTION A OF THIS SECTION FAILS TO  
33 PAY THE ANNUAL REPAYMENT AMOUNT IN FULL ON OR BEFORE MARCH 15, THE STATE  
34 TREASURER SHALL WITHHOLD THE AMOUNT OWED FROM THE DISTRIBUTION OF MONIES  
35 TO THE AFFECTED COUNTY PURSUANT TO SECTION 42-5029 AND CONTINUE TO  
36 WITHHOLD MONIES UNTIL THE ENTIRE AMOUNT OF THE ANNUAL REPAYMENT AMOUNT HAS  
37 BEEN SATISFIED. ALL MONIES PAID TO THE STATE TREASURER OR WITHHELD BY THE  
38 STATE TREASURER SHALL BE DEPOSITED, PURSUANT TO SECTIONS 35-146 AND  
39 35-147, IN THE STATE GENERAL FUND.

40 Sec. 2. Delayed repeal

41 Section 38-915, Arizona Revised Statutes, as added by this act, is  
42 repealed from and after June 30, 2034.

1           Sec. 3. Appropriation; administrative office of the courts;  
2                                   corrections officer retirement plan; unfunded  
3                                   liability

4           A. In addition to any other appropriations made in fiscal year  
5 2022-2023, the sum of \$428,813,700 is appropriated from the state general  
6 fund in fiscal year 2022-2023 to the public safety personnel retirement  
7 system to be deposited in the administrative office of the courts  
8 corrections officer retirement plan group employer account to pay the  
9 unfunded accrued liability.

10          B. The board of trustees of the public safety personnel retirement  
11 system shall account for the appropriation made in subsection A of this  
12 section in the June 30, 2023 actuarial valuation of the corrections  
13 officer retirement plan. The board shall account for the appropriation  
14 when calculating the employee contribution rates and the employer  
15 contribution rates pursuant to section 38-891, Arizona Revised Statutes,  
16 during fiscal year 2023-2024.

17           Sec. 4. Appropriation reductions; judiciary; fiscal year  
18                                   2023-2024

19           The sum of (\$10,114,100) is reduced from appropriations made from  
20 the state general fund in fiscal year 2023-2024 to the following  
21 judiciary-superior court line items:

22           1. Adult standard probation	(\$3,813,600)
23           2. Adult intensive probation	(\$2,263,700)
24           3. Community punishment	(\$ 101,400)
25           4. Interstate compact	(\$ 83,500)
26           5. Drug court	(\$ 137,500)
27           6. Juvenile standard probation	(\$ 668,000)
28           7. Juvenile intensive probation	(\$1,136,500)
29           8. Juvenile treatment services	(\$ 753,300)
30           9. Juvenile diversion consequences	(\$1,156,600)

31           Sec. 5. Emergency

32           This act is an emergency measure that is necessary to preserve the  
33 public peace, health or safety and is operative immediately as provided by  
34 law.