

REFERENCE TITLE: technical correction; unemployment compensation
withholding

State of Arizona
House of Representatives
Fifty-seventh Legislature
First Regular Session
2025

HB 2327

Introduced by
Representative Weninger

AN ACT

AMENDING SECTION 43-407, ARIZONA REVISED STATUTES; RELATING TO WITHHOLDING
BY EMPLOYER.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 43-407, Arizona Revised Statutes, is amended to
3 read:

4 43-407. Extension of withholding to unemployment compensation
5 payments

6 A. For the purposes of this title, any payment of unemployment
7 compensation to an individual who has made an election to have state
8 income tax withheld as specified in section 23-792, subsection A,
9 paragraph 4, shall be treated as a payment of wages by an employer to an
10 employee for a payroll period. The amount withheld at the time of payment
11 shall be ten per cent of federal income tax deducted and withheld.

12 B. An election that unemployment compensation payments be subject
13 to withholding under this section shall be made by the payee in writing to
14 the person making unemployment compensation payments and shall be
15 accompanied by a form as prescribed by the department. A request to
16 terminate withholding may be submitted at any time by the payee and shall
17 be in writing to the payor.