



GOV. MSG. NO. 13

EXECUTIVE CHAMBERS
HONOLULU

DAVID Y. IGE
GOVERNOR

February 24, 2016

The Honorable Ronald D. Kouchi
President of the Senate
Twenty-Eighth State Legislature
State Capitol
Honolulu, Hawaii 96813

Dear Senate President Kouchi:

An arbitration award was issued for the Hawaii Government Employees Association (HGEA) concerning Collective Bargaining Unit 14 (State Law Enforcement Officers) on February 22, 2016. In accordance with Section 89-10(b), cost items must be submitted to the Legislature. Because this award was not issued in time for costs to be included in the biennium budget, an administration proposal was submitted to the 2016 Legislature. The estimated costs are as follows:

	<u>FY 16</u>	<u>FY 17</u>	<u>Biennium</u>
<u>Salaries & Fringe</u>			
General	\$1,286,692	\$6,760,296	\$8,046,988
Special	96,935	561,439	658,374
Interdept. Transfers	<u>198,321</u>	<u>1,074,879</u>	<u>1,273,320</u>
Total	\$1,581,948	\$8,396,614	\$9,978,562

Unit 14 is a new bargaining unit formed from employees formerly in Bargaining Units 3 and 4. Act 55, SLH 2015, provided funding to continue providing increases like Units 3 and 4, including Employer-Union Trust Fund contribution amounts. FY 16 requirements are unchanged from Act 55, while FY 17 appropriations represent an increase of about \$5.6 million.

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Attached is a proposed Senate Bill No. 2836, S.D. 2, to fund the award.

Sincerely,

A handwritten signature in black ink, appearing to read "David Y. Ige". The signature is fluid and cursive, with a large, sweeping flourish at the end.

DAVID Y. IGE
Governor, State of Hawaii

Attachment

c: Honorable Jill N. Tokuda

A BILL FOR AN ACT

MAKING APPROPRIATIONS FOR COLLECTIVE BARGAINING COST ITEMS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. This Act amends Act 55, Session Laws of
2 Hawaii 2015.

3 SECTION 2. Part IX, Act 55, Session Laws of Hawaii is
4 amended by amending Section 17 to read as follows:

5 "SECTION 17. There are appropriated or authorized from the
6 sources of funding indicated below to collective bargaining
7 statewide (BUF 102) the following sums, or so much thereof as
8 may be necessary, to fund for fiscal biennium 2015-2017, all
9 collective bargaining cost items for salary increases and other
10 wage related costs in the agreement negotiated with the
11 exclusive bargaining representative of collective bargaining
12 unit (14):

	<u>FY 2015-2016</u>	<u>FY 2016-2017</u>
13 General Funds	\$1,250,717	\$ [2,241,059]
14		<u>6,585,486</u>
15 Special Funds	96,935	[184,471]
16		<u>561,439</u>
17 Interdepartmental Transfers	198,321	[356,026]
18		<u>1,074,879"</u>
19		

1 SECTION 3. Part X, Act 55, Session Laws of Hawaii is
2 amended by amending Section 19 to read as follows:

3 "SECTION 19. There are appropriated from the source of
4 funding indicated below to collective bargaining statewide
5 (BUF 102) the following sums, or so much thereof as may be
6 necessary, to fund for fiscal biennium 2015-2017, the salary
7 increases and other cost adjustments authorized by chapter 89C,
8 Hawaii Revised Statutes, for state officers and employees
9 excluded from collective bargaining [~~who belong to the same~~
10 ~~compensation plans as those officers and employees within~~
11 ~~collective bargaining]~~ unit (14):

	<u>FY 2015-2016</u>	<u>FY 2016-2017</u>
12 General Funds	\$ 35,975	\$[57,892]
13		<u>174,810"</u>

14
15 SECTION 4. Statutory material to be repealed is bracketed
16 and stricken. New statutory material is underscored. In
17 printing this Act, the revisor of statutes need not include the
18 bracketed material or the underscoring.

19 SECTION 5. Nothing in this Act shall affect the validity
20 or continuing effectiveness of any provisions of Act 55, Session
21 Laws of Hawaii 2015, not repealed or modified by this Act.

22 SECTION 6. This Act shall take effect upon its approval.