



EXECUTIVE CHAMBERS  
HONOLULU

DAVID Y. IGE  
GOVERNOR

April 15, 2019

**GOV. MSG. NO. 13**

The Honorable Ronald D. Kouchi  
President of the Senate  
Thirtieth State Legislature  
State Capitol, Room 409  
Honolulu, Hawai'i 96813

✓ The Honorable Scott K. Saiki  
Speaker of the House of Representatives  
Thirtieth State Legislature  
State Capitol, Room 431  
Honolulu, Hawai'i 96813

Dear Senate President Kouchi and Speaker Saiki:

An arbitration award for Hawai'i Fire Fighters Association (HFFA), Collective Bargaining Unit 11 (Firefighters), was issued on April 8, 2019. An agreement with HFFA has also been reached concerning Employer-Union Trust Fund (EUTF) employer contributions. In accordance with Section 89-11(g), 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 2019 Legislature. The estimated costs are as follows:

	<u>FY 20</u>	<u>FY 21</u>	<u>Biennium</u>
<u>Salaries &amp; Fringe</u>			
General	\$ 225,918	\$ 455,301	\$ 681,219
Special	<u>1,019,764</u>	<u>1,883,428</u>	<u>2,903,192</u>
Total	\$1,245,682	\$2,338,729	\$3,584,411

An agreement with HFFA regarding EUTF contribution amounts has also been reached and the estimated costs are as follows:

	<u>FY 20</u>	<u>FY 21</u>	<u>Biennium</u>
General	\$58,948	\$217,586	\$276,534

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Attached is a proposed conference draft bill for Senate Bill No. 1201 to fund the award.

With warmest regards,

A handwritten signature in black ink that reads "David Y. Ige". The signature is fluid and cursive, with a large loop at the end of the last name.

David Y. Ige  
Governor, State of Hawai'i

Attachment

c: Honorable Donovan M. Dela Cruz  
Honorable Sylvia Luke

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# A BILL FOR AN ACT

RELATING TO PUBLIC EMPLOYMENT COST ITEMS.

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

1 PART I

2 SECTION 1. There are appropriated or authorized from the  
3 sources of funding indicated below to collective bargaining  
4 statewide (BUF 102) the following sums, or so much thereof as  
5 may be necessary, to fund for fiscal biennium 2019-2021, all  
6 collective bargaining cost items in the agreement negotiated  
7 with the exclusive representative of collective bargaining  
8 unit (11):

	<u>FY 2019-2020</u>	<u>FY 2020-2021</u>
10 General Funds	\$212,910	\$ 429,024
11 Special Funds	971,154	1,793,201

12 SECTION 2. Funds appropriated or authorized by this part  
13 shall be allotted by the director of finance to the appropriate  
14 state departments for expenditure in the respective fiscal year  
15 for the purposes of this part.

1 PART II

2 SECTION 3. There are appropriated or authorized from the  
3 sources of funding indicated below to collective bargaining  
4 statewide (BUF 102) the following sums, or so much thereof as  
5 may be necessary, to fund for fiscal biennium 2019-2021, the  
6 salary increases and other cost adjustments authorized by  
7 chapter 89C, Hawaii Revised Statutes, for state officers and  
8 employees who are excluded from collective bargaining unit (11):

	<u>FY 2019-2020</u>	<u>FY 2020-2021</u>
10 General Funds	\$13,008	\$26,277
11 Special Funds	48,610	90,227

12 SECTION 4. Funds appropriated or authorized by this part  
13 shall be allotted by the director of finance to the appropriate  
14 state departments for expenditure in the respective fiscal year  
15 for the purposes of this part.

16 PART III

17 SECTION 5. There are appropriated from the sources of  
18 funding indicated below to health premium payments (BUF 761) the  
19 following sums, or so much thereof as may be necessary, to fund  
20 for fiscal biennium 2019-2021, the Hawaii employer union health  
21 benefits trust fund costs in the agreement negotiated with the

1 exclusive bargaining representative of collective bargaining  
2 unit (11):

	<u>FY 2019-2020</u>	<u>FY 2020-2021</u>
4 General Funds	\$56,110	\$206,499

5 SECTION 6. Funds appropriated by this part shall be  
6 allotted by the director of finance to the appropriate state  
7 departments for expenditure in the respective fiscal year for  
8 the purposes of this part.

9 PART IV

10 SECTION 7. There are appropriated from the sources of  
11 funding indicated below to health premium payments (BUF 761) the  
12 following sums, or so much thereof as may be necessary, to fund  
13 for fiscal biennium 2019-2021, the Hawaii employer union health  
14 benefits trust fund costs authorized by chapter 89C, Hawaii  
15 Revised Statutes, for state officers and employees who are  
16 excluded from collective bargaining unit (11):

	<u>FY 2019-2020</u>	<u>FY 2020-2021</u>
18 General Funds	\$2,838	\$11,087

19 SECTION 8. Funds appropriated by this part shall be  
20 allotted by the director of finance to the appropriate state  
21 departments for expenditure in the respective fiscal year for  
22 the purposes of this part.

**1** PART V

**2** SECTION 9. Salary increases and cost adjustments provided  
**3** in this Act for any officer or employee whose compensation is  
**4** paid, in whole or in part, from federal, special, or other funds  
**5** shall be paid wholly or proportionately, as the case may be,  
**6** from the respective funds.

**7** SECTION 10. Funds appropriated or authorized by this Act  
**8** that are not expended or encumbered by June 30, 2020, and  
**9** June 30, 2021, of the respective fiscal years, shall lapse as of  
**10** those dates.

**11** SECTION 11. This Act, upon its approval, shall take effect  
**12** on July 1, 2019.

**Report Title:**

Public Employment Cost Items

**Description:**

To provide appropriations for collective bargaining cost items and other public employment costs for Unit (11) and their excluded counterparts, including the cost of salary adjustments negotiated between the State and the bargaining unit representative for fiscal biennium 2019-2021.

*The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.*