



EXECUTIVE CHAMBERS  
HONOLULU

DAVID Y. IGE  
GOVERNOR

April 16, 2019

**GOV. MSG. NO. 14**

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:

The Hawai'i Government Employees Association and the public employers reached a tentative agreement on April 12, 2019, and intend to execute memoranda of agreement concerning Collective Bargaining Units 2, 3, 4, 6, 8, 9, 13, and 14 Employer-Union Trust Fund contributions. In accordance with Section 89-10(b), cost items must be submitted to the Legislature for appropriation. The following summary of the included and excluded requirements of the settlement for the current fiscal biennium are being transmitted to the Legislature for authorization:

	<u>FY 20</u>	<u>FY 21</u>	<u>Biennium</u>
General	\$5,087,014	\$20,999,474	\$26,086,488

Attached is a proposed conference draft bill for Senate Bill No. 1192 to fund the award.

With warmest regards,

David Y. Ige  
Governor, State of Hawai'i

Attachment

c: Honorable Donovan M. Dela Cruz  
Honorable Sylvia Luke

---

---

# 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 from the sources of  
3 funding indicated below to health premium payments (BUF 761) the  
4 following sums, or so much thereof as may be necessary, to fund  
5 for fiscal biennium 2019-2021, the Hawaii employer union health  
6 benefits trust fund costs in the agreement negotiated with the  
7 exclusive bargaining representative of collective bargaining  
8 units (2), (3), (4), (6), (8), (9), (13), and (14):

	<u>FY 2019-2020</u>	<u>FY 2020-2021</u>
9		
10		
11		
12		
13		
14		
15		
16		
17		
General Funds	\$4,333,324	\$17,877,691

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

15 PART II

16 SECTION 3. There are appropriated from the sources of  
17 funding indicated below to health premium payments (BUF 761) the

1 following sums, or so much thereof as may be necessary, to fund  
2 for fiscal biennium 2019-2021, the Hawaii employer union health  
3 benefits trust fund costs authorized by chapter 89C, Hawaii  
4 Revised Statutes, for state officers and employees who are  
5 excluded from collective bargaining units (2), (3), (4), (6),  
6 (8), (9), (13), and (14):

	<u>FY 2019-2020</u>	<u>FY 2020-2021</u>
8 General Funds	\$753,690	\$3,121,783

9 SECTION 4. Funds appropriated by this part shall be  
10 allotted by the director of finance to the appropriate state  
11 departments for expenditure in the respective fiscal year for  
12 the purposes of this part.

13 PART V

14 SECTION 5. Salary increases and cost adjustments provided  
15 in this Act for any officer or employee whose compensation is  
16 paid, in whole or in part, from federal, special, or other funds  
17 shall be paid wholly or proportionately, as the case may be,  
18 from the respective funds.

19 SECTION 6. Funds appropriated or authorized by this Act  
20 that are not expended or encumbered by June 30, 2020, and  
21 June 30, 2021, of the respective fiscal years, shall lapse as of  
22 those dates.

**1** SECTION 7. This Act, upon its approval, shall take effect  
**2** 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 Units (2), (3), (4), (6), (8), (9), (13), and (14) 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.*