



EXECUTIVE CHAMBERS
HONOLULU

DAVID Y. IGE
GOVERNOR

GOV. MSG. NO. 4

April 16, 2020

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 was issued for the Hawai'i Government Employees Association (HGEA), Collective Bargaining Unit 14 (State Law Enforcement Officers), on April 15, 2020. In accordance with Section 89-10(b), cost items must be submitted to the Legislature. Because the award was not issued in time for costs to be included in the biennium budget, a placeholder Administration Bill was submitted to the 2020 Legislature.

The estimated costs for the arbitration award are as follows:

	<u>FY 20</u>	<u>FY 21</u>	<u>Biennium</u>
<u>Salaries & Fringe</u>			
General	\$1,425,387	\$3,316,657	\$4,742,044
Special	68,741	167,879	236,620
Interdept. Transfers	<u>221,120</u>	<u>529,977</u>	<u>751,097</u>
Total	\$1,715,248	\$4,014,513	\$5,729,761

The proposed House Bill No. 2309, H.D. 1, S.D. 1, C.D. 1, reflecting the arbitration award is attached for your use.

The Honorable Ronald D. Kouchi
The Honorable Scott K. Saiki
April 16, 2020
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An agreement with HGEA regarding Employer-Union Trust Fund contribution amounts was previously reached and funded during the 2019 Legislature.

With warmest regards,

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 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. This Act is recommended by the governor for
3 immediate passage in accordance with section 9 of article VII of
4 the Constitution of the State of Hawaii.

5 SECTION 2. There are appropriated from the sources of
6 funding indicated below to collective bargaining statewide
7 (BUF 102) the following sums or so much thereof as may be
8 necessary to fund for fiscal biennium 2019-2021 all collective
9 bargaining cost items in the agreement negotiated with the
10 exclusive representative of collective bargaining unit (14):

	<u>FY 2019-2020</u>	<u>FY 2020-2021</u>
11 General funds	\$1,384,877	\$3,225,080
12 Special funds	68,741	167,879
13 Interdepartmental transfers	221,120	529,977

14 SECTION 3. Funds appropriated by this part shall be
15 allotted by the director of finance to the appropriate state
16

1 departments for expenditure in the respective fiscal year for
2 the purposes of this part.

3 PART II

4 SECTION 4. There is appropriated from the source of
5 funding indicated below to collective bargaining statewide
6 (BUF 102) the following sums or so much thereof as may be
7 necessary to fund for fiscal biennium 2019-2021 the salary
8 increases and other cost adjustments authorized by chapter 89C,
9 Hawaii Revised Statutes, for state officers and employees who
10 are excluded from collective bargaining and belong to the same
11 compensation plans as those officers and employees within
12 bargaining unit (14):

13	<u>FY 2019-2020</u>	<u>FY 2020-2021</u>
14 General funds	\$40,510	\$91,577

15 SECTION 5. Funds appropriated by this part shall be
16 allotted by the director of finance to the appropriate state
17 departments for expenditure in the respective fiscal year for
18 the purposes of this part.

19 PART III

20 SECTION 6. Salary increases and cost adjustments provided
21 in this Act for any officer or employee whose compensation is
22 paid, in whole or in part, from federal, special, or other funds

1 shall be paid wholly or proportionately, as the case may be,
2 from the respective funds.

3 SECTION 7. Funds appropriated or authorized by this Act
4 that are not expended or encumbered by June 30, 2021, shall
5 lapse as of that date.

6 SECTION 8. This Act shall take effect upon its approval.

H.B. NO.

2309
H.D. 1
S.D. 1
C.D. 1
PROPOSED

Report Title:

Relating to Public Employment Cost Items

Description:

Makes emergency appropriations for collective bargaining cost items for the members of Unit (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.