



EXECUTIVE CHAMBERS

HONOLULU

DAVID Y. IGE
GOVERNOR

GOV. MSG. NO. 29

April 26, 2022

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

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

Dear Senate President Kouchi and Speaker Saiki:

An arbitration award has been issued concerning the Hawai'i Firefighters Association (HFFA) collective bargaining (CB) for Unit 11 (Firefighters). The award was issued on April 25, 2022. In accordance with Section 89-11, 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 is being transmitted to the Legislature for authorization:

	<u>FY 22</u>	<u>FY 23</u>	<u>Biennium</u>
<u>Salaries & Fringe</u>			
General	\$19,884	\$ 355,654	\$ 375,538
Special	<u>73,299</u>	<u>1,335,349</u>	<u>1,408,648</u>
Total	\$93,183	\$1,691,003	\$1,784,186

An agreement with HFFA regarding Employer-Union Trust Fund contribution amounts has also been reached. This was previously funded during the 2021 Legislative Session.

Estimated costs for the third and fourth years of the agreement are also provided for your reference:

	<u>FY 24</u>	<u>FY 25</u>	<u>Biennium</u>
<u>Salaries & Fringe</u>			
General	\$ 740,854	\$1,138,485	\$1,879,339
Special	<u>2,786,268</u>	<u>4,283,946</u>	<u>7,070,214</u>
Total	\$3,527,122	\$5,422,431	\$8,949,553

Attached is a proposed draft of Senate Bill No. 2792, S.D. 1, H.D. 1, Proposed C.D. 1, 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:

PART I

SECTION 1. There are appropriated from the sources of funding indicated below to collective bargaining statewide (BUF 102) the following sums or so much thereof as may be necessary to fund for fiscal biennium 2021-2023 all collective bargaining cost items in the agreement negotiated with the exclusive representative of collective bargaining unit (11):

	<u>FY 2021-2022</u>	<u>FY 2022-2023</u>
General funds	\$17,129	\$325,793
Special funds	\$63,853	\$1,232,362

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

PART II

SECTION 3. There is appropriated from the source of funding indicated below to collective bargaining statewide

(BUF 102) the following sums or so much thereof as may be necessary to fund for fiscal biennium 2021-2023 the salary increases and other cost adjustments authorized by chapter 89C, Hawaii Revised Statutes, for state officers and employees who are excluded from collective bargaining and belong to the same compensation plans as those officers and employees within bargaining unit (11):

	<u>FY 2021-2022</u>	<u>FY 2022-2023</u>
General funds	\$2,755	\$29,861
Special funds	\$9,446	\$102,987

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

PART III

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

SECTION 6. The fiscal year 2021-2022 appropriations or authorizations under this Act shall not lapse until the end of

1 fiscal biennium 2021-2023; provided that funds appropriated or
2 authorized by this Act that are not expended or encumbered by
3 June 30, 2023, shall lapse as of that date.

4 SECTION 7. This Act shall take effect upon its approval.

Report Title:

Public Employment Cost Items

Description:

Provides appropriations for collective bargaining cost items for the members of Unit (11) and their excluded counterparts, including the cost of salary adjustments negotiated between the State and the bargaining unit representative for fiscal biennium 2021-2023.

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