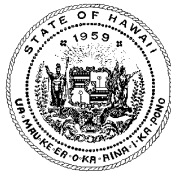


DAVID Y. IGE
GOVERNOR



JAMES K. NISHIMOTO
CHIEF NEGOTIATOR

**STATE OF HAWAII
OFFICE OF COLLECTIVE BARGAINING
EXECUTIVE OFFICE OF THE GOVERNOR**
235 S. BERETANIA STREET, SUITE 1201
HONOLULU, HAWAII 96813-2437

August 25, 2017

TESTIMONY TO THE
SENATE COMMITTEE ON LABOR AND
SENATE COMMITTEE ON WAYS AND MEANS
For Hearing on Monday, August 28, 2017
11:00 a.m., Conference Room 211

By

JAMES K. NISHIMOTO
OFFICE OF COLLECTIVE BARGAINING, CHIEF NEGOTIATOR

**Senate Bill No. 2
Relating to Public Employment Cost Items**

(WRITTEN TESTIMONY ONLY)

CHAIRPERSONS TOKUDA AND DELA CRUZ, VICE CHAIRS ENGLISH AND KEITH-
AGARAN AND MEMBERS OF THE COMMITTEES:

This bill provides fund authorization and appropriation for collective bargaining cost items for bargaining units (1) and (10) and their excluded counterparts for fiscal biennium 2017 – 2019.

The Office of Collective Bargaining (OCB) is **IN SUPPORT** of this bill.

Thank you for the opportunity to testify on this measure.



UNIVERSITY OF HAWAII SYSTEM

Legislative Testimony

Testimony Presented Before the
Senate Committee on Labor
and
Senate Committee on Ways and Means

Monday, August 28, 2017 at 11 a.m., Room 211
by

Kalbert K. Young
Vice President for Budget & Finance/Chief Financial Officer
University of Hawai'i System

WRITTEN ONLY

SB2 – RELATING TO PUBLIC EMPLOYMENT COST ITEMS

Chairs Tokuda and Dela Cruz, Vice Chairs English and Keith-Agaran, and members of the Committees:

Thank you for this opportunity to testify. The University of Hawai'i **supports** SB2, Relating to Public Employment Cost Items. This bill appropriates funds for collective bargaining cost items and other public employment costs for Units (1) and (10) and their excluded counterparts, including the cost of salary adjustments negotiated between the State and the bargaining unit representative for fiscal biennium 2017-2019.

Thank you for your time and consideration.

DAVID Y. IGE
GOVERNOR



WESLEY K. MACHIDA
DIRECTOR

LAUREL A. JOHNSTON
DEPUTY DIRECTOR

EMPLOYEES' RETIREMENT SYSTEM
HAWAII EMPLOYER-UNION HEALTH BENEFITS TRUST FUND
OFFICE OF THE PUBLIC DEFENDER

STATE OF HAWAII
DEPARTMENT OF BUDGET AND FINANCE
P.O. BOX 150
HONOLULU, HAWAII 96810-0150

ADMINISTRATIVE AND RESEARCH OFFICE
BUDGET, PROGRAM PLANNING AND
MANAGEMENT DIVISION
FINANCIAL ADMINISTRATION DIVISION
OFFICE OF FEDERAL AWARDS MANAGEMENT (OFAM)

**TESTIMONY BY WESLEY K. MACHIDA
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE
TO THE SENATE COMMITTEES ON LABOR
AND WAYS AND MEANS
ON
SENATE BILL NO. 2
FIRST SPECIAL SESSION OF 2017**

**August 28, 2017
11:00 a.m.
Room 211**

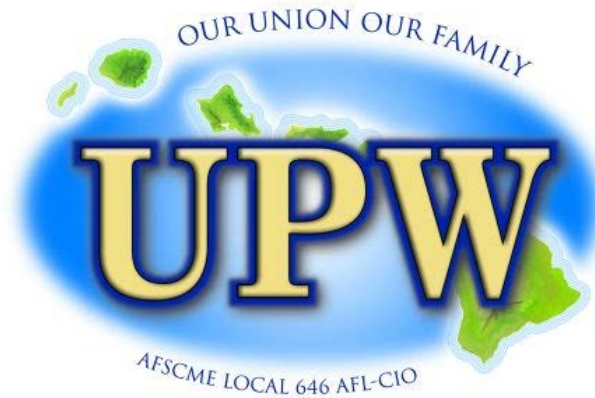
RELATING TO PUBLIC EMPLOYMENT COST ITEMS

The purpose of this measure is to appropriate and authorize funds for collective bargaining cost items for salary adjustments and other cost adjustments for public employees in Bargaining Units (BU) 1 and 10 and their excluded counterparts for Fiscal Biennium 2017-19.

The Department of Budget and Finance supports this measure.

The employer received notification of ratification by their members for the collective bargaining agreements with BU 10 on August 3, 2017 and BU 1 on August 14, 2017.

Thank you for your consideration of our comments.



THE HAWAII STATE SENATE
The Twenty-Ninth Legislature
Regular Session of 2017

COMMITTEE ON LABOR

Senator Jill N. Tokuda, Chair
Senator J. Kalani English, Vice chair

COMMITTEE ON WAYS AND MEANS

Senator Donovan Dela Cruz, Chair
Senator Gilbert S.C. Keith-Agaran, Vice Chair

DATE OF HEARING: Monday, August 28, 2017
TIME OF HEARING: 11:00 a.m.
PLACE OF HEARING: Conference Room 211

TESTIMONY ON SENATE BILL 2 RELATING TO PUBLIC EMPLOYMENT COST ITEMS

By DAYTON M. NAKANELUA,
State Director of the United Public Workers,
AFSCME Local 646, AFL-CIO ("UPW")

My name is Dayton M. Nakanelua, State Director of the United Public Workers, AFSCME, Local 646, AFL-CIO (UPW). The UPW is the exclusive bargaining representative for approximately 14,000 public employees, which include blue collar, non-supervisory employees in Bargaining Unit 01 and institutional, health and correctional employees in Bargaining Unit 10, in the State of Hawaii and various counties. The UPW also represents about 1,500 members of the private sector.

SB2 Relating to Public Employment Cost items makes appropriations for BU-01 and BU-10 collective bargaining cost items for fiscal biennium 2017-2019. The UPW strongly supports this appropriations measure and asks that the committee pass it.

Thank you for the opportunity to submit this testimony.