A BILL FOR AN ACT

RELATING TO COMMISSION ON SALARIES.

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

SECTION 1. Chapter 26, Hawaii Revised Statutes, is amended
by adding a new section to be appropriately designated and to
read as follows:
" <u>§26-</u> <u>Commission on salaries.</u> (a) Pursuant to article
XVI, section , of the Constitution of the State of Hawaii,
there is established a commission on salaries within the
department of human resources development, for administrative
purposes only.
The commission shall consist of seven members of whom:
(1) Two members shall be appointed by the governor;
(2) Two members shall be appointed by the president of the
senate;
(3) Two members shall be appointed by the speaker of the
house of representatives; and
(4) One member shall be appointed by the chief justice of
the supreme court.
Vacancies in these positions shall be filled in the same
manner. The members of the commission shall serve without
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compensation but shall be reimbursed for expenses, including
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    travel expenses, necessary for the performance of their duties.
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              The commission shall review and recommend an
         (b)
    appropriate salary for the governor, lieutenant governor,
4
    members of the legislature, justices and judges of all state
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    courts, administrative director of the State or an equivalent
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    position, and department heads or executive officers and the
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    deputies or assistants to the department heads of the
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9
    departments of:
              Accounting and general services;
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         (1)
              Agriculture;
11
         (2)
              The attorney general;
12
         (3)
              Budget and finance;
         (4)
13
              Business, economic development, and tourism;
14
         (5)
         (6)
              Commerce and consumer affairs;
15
         (7)
              Defense;
16
              Hawaiian home lands;
17
         (8)
18
         (9)
              Health;
              Human resources development;
19
        (10)
        (11)
              Human services;
20
              Labor and industrial relations;
21
        (12)
              Land and natural resources;
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        (13)
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(14) Fublic Salety,
(15) Taxation; and
(16) Transportation.
The commission shall not review the salary of any position
in the department of education or the University of Hawaii.
The commission may recommend different salaries for
department heads and executive officers and different salary
ranges for deputies or assistants to department heads; provided
that the commission shall recommend the same salary range for
deputies or assistants to department heads within the same
department; provided further that the appointing official shall
specify the salary for a particular position within the
applicable range.
The commission shall not recommend salaries lower than
salary amounts recommended by prior commissions replaced by this
section.
(c) The commission may seek assistance from the department
of human resources development and any other agency in
conducting its review, and all agencies shall fully cooperate
with the commission and provide any necessary information to the
commission upon request.

1	(d) The commission shall convene in the month of November
2	2006, and every six years thereafter. Not later than the
3	fortieth legislative day of the regular session of 2007, and
4	every six years thereafter, the commission shall submit a report
5	of its findings and its salary recommendations to the
6	legislature, through the governor. The commission may include
7	incremental increases that take effect prior to the convening of
8	the next salary commission.
9	The recommended salaries submitted by the commission shall
10	become effective July 1 of the next fiscal year unless the
11	legislature disapproves the recommended salaries submitted by
12	the commission through the adoption of a concurrent resolution,
13	which shall be approved by a simple majority of each house of
14	the legislature, prior to adjournment sine die of the
15	legislative session in which the recommended salaries are
16	submitted; provided that any change in salary which becomes
17	effective shall not apply to the legislature to which the
18	recommendation for the change in salary was submitted.
19	The governor shall include the salary amounts recommended
20	by the commission and approved by the legislature for employees
21	of the executive branch in the executive budget. If the salary
22	amounts recommended by the commission are disapproved by the

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- 1 legislature, the commission shall reconvene in the November next
- 2 following the legislative disapproval to review the
- 3 legislature's reasons for disapproving its salary
- 4 recommendation. The commission may submit a report of its
- findings and submit a new salary recommendation to the
- 6 legislature at the next regular session. The commission's
- 7 reconvening following a legislative disapproval shall not toll
- 8 the six-year cycle."
- 9 SECTION 2. Section 26-51, Hawaii Revised Statutes, is
- 10 amended to read as follows:
- "\$26-51 Governor; lieutenant governor. Effective [January
- 12 1, 1989, and January 1, 1990, the salary of the governor of the
- 13 State shall be \$90,699 and \$94,780 a year, respectively.
- 14 Effective January 1, 1989, and January 1, 1990, the salary of
- 15 the lieutenant governor shall be \$86,164 and \$90,041 a year,
- 16 respectively, and, effective] at noon on December 4, 2006, [and
- 17 every eight years thereafter,] the salaries of the governor and
- 18 the lieutenant governor shall be as last recommended by the
- 19 executive salary commission. Effective July 1, 2007, and every
- 20 six years thereafter, the salaries of the governor and
- 21 lieutenant governor shall be as last recommended by the

1	[executiv	re salary] commission on salaries pursuant to section
2	[26-55,]	26- , unless rejected by the legislature."
3	SECT	ION 3. Section 26-52, Hawaii Revised Statutes, is
4	amended t	o read as follows:
5	"§26	-52 Department heads and executive officers. The
6	salaries	of the following state officers shall be as follows:
7	(1)	The salary of the superintendent of education shall be
8		set by the board of education at a rate no greater
9		than \$150,000 a year;
10	(2)	The salary of the president of the University of
11		Hawaii shall be set by the board of regents;
12	(3)	[The] Effective July 1, 2004, the salaries of all
13		department heads or executive officers of the
14		departments of accounting and general services,
15		agriculture, attorney general, budget and finance,
16		business, economic development, and tourism, commerce
17		and consumer affairs, Hawaiian home lands, health,
18		human resources development, human services, labor and
19		industrial relations, land and natural resources,
20		public safety, taxation, and transportation shall be
21		[\$85,302 a year and, effective July 1, 2004, and every
22		eight years thereafter, shall be] as last recommended

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1		by the executive salary commission. Effective July 1,
2		2007, and every six years thereafter, the salaries
3		shall be as last recommended by the commission on
4		salaries pursuant to section [26-55,] <u>26 - , unless</u>
5		rejected by the legislature; and
6	(4)	The salary of the adjutant general shall be \$85,302 a
7		year [and, effective July 1, 2004, and every eight
8		years thereafter, shall be as last recommended by the
9		executive salary commission] . Effective July 1, 2007,
10		and every six years thereafter, the salary of the
11		adjutant general shall be as last recommended by the
12		commission on salaries pursuant to section [26-55]
13		<u>26-</u> , unless rejected by the legislature, except
14		that if the state salary is in conflict with the pay
15		and allowance fixed by the tables of the regular army
16		or air force of the United States, the latter shall
17		prevail."
18	SECT	ION 4. Section 26-53, Hawaii Revised Statutes, is
19	amended t	o read as follows:
20	"§26	-53 Deputies or assistants to department heads. [The]
21	Effective	July 1, 2004, the salaries of deputies or assistants
22	to the he	ad of any department of the State, other than the

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department of education, shall be [set by the governor within
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    the range from $69,748 to $74,608 and $72,886 to $77,966 a year,
2
    effective January 1, 1989, and January 1, 1990, respectively,
3
    and, effective July 1, 2004, and every eight years thereafter,
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    within the range or ranges for the specific positions as last
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    recommended by the executive salary commission. Effective July
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    1, 2007, and every six years thereafter, the salaries shall be
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    as last recommended by the commission on salaries and specified
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    by the appointing official, if appropriate, pursuant to section
9
    [\frac{26-55}{1}] 26-, unless rejected by the legislature."
10
         SECTION 5. Section 26-54, Hawaii Revised Statutes, is
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    amended to read as follows:
12
         "§26-54 Administrative director of the State. Effective
13
    [<del>January 1, 1989, and January 1, 1990,</del>] July 1, 2004, the salary
14
    of the administrative director of the State shall be [$86,164
15
    and $90,041 a year, respectively, and, effective July 1, 2004,
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    and every eight years thereafter, ] as last recommended by the
17
    executive salary commission. Effective July 1, 2007, and every
18
    six years thereafter, the salary of the administrative director
19
    of the State shall be as last recommended by the [executive
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    salary] commission on salaries pursuant to section [26-55, ]
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    26- , unless rejected by the legislature."
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SECTION 6. Section 601-3, Hawaii Revised Statutes, is
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    amended as follows:
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              By amending subsection (a) to read:
3
               The chief justice, with the approval of the supreme
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    court, shall appoint an administrative director of the courts to
5
    assist the chief justice in directing the administration of the
6
    judiciary. The administrative director shall be a resident of
7
    the [State] state for a continuous period of three years prior
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    to the administrative director's appointment, and shall be
9
    appointed without regard to chapter 76 and shall serve at the
10
    pleasure of the chief justice. The administrative director
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    shall hold no other office or employment. [Effective July 1,
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    2000, the salary of the administrative director shall be no
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    greater than provided in section 26-54 and shall be determined
14
    by the chief justice based upon merit and other relevant
15
    factors. Effective July 1, 2004, [and every eight years
16
    thereafter, ] the salary of the administrative director shall be
17
    as last [determined] recommended by the judicial salary
18
    commission. Effective July 1, 2007, and every six years
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    thereafter, the salary shall be as last recommended by the
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    commission on salaries pursuant to section [608-1.5,] 26-
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    unless disapproved by the legislature."
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2. By amending subsection (c) to read: 1 "(c) The administrative director [shall], with the 2 approval of the chief justice, shall appoint a deputy 3 administrative director of the courts without regard to chapter 4 76 and such assistants as may be necessary. [Such] The 5 assistants shall be appointed without regard to chapter 76. 6 Effective July 1, 2000, the salary of the deputy administrative 7 director shall be no greater than provided in section 26-52(3) 8 and shall be determined by the chief justice based upon merit 9 and other relevant factors. Effective July 1, 2004, [and every 10 eight years thereafter,] the salary of the deputy administrative 11 director shall be as last [determined] recommended by the 12 judicial salary commission [pursuant to section 608-1.5, unless 13 disapproved by the legislature]. The administrative director 14 shall be provided with necessary office facilities." 15 SECTION 7. Section 602-2, Hawaii Revised Statutes, is 16 amended to read as follows: 17 18 "§602-2 Salary, supreme court justices. [Effective July 1. 1999, the salary of the chief justice of the supreme court 19 shall be \$105,206 a year and the salary of each associate 20 justice of the supreme court shall be \$104,096 a year. 21 Effective July 1, 2000, the salary of the chief justice of the 22

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supreme court shall be $116,779 a year and the salary of each
1
    associate justice of the supreme court shall be $115,547 a
2
    vear.] Effective July 1, 2004, [and every eight years
3
    thereafter, ] the salary of the chief justice of the supreme
    court and the salary of each associate justice of the supreme
5
    court shall be as last [determined] recommended by the judicial
6
    salary commission. Effective July 1, 2007, and every six years
7
    thereafter, the salary of the chief justice of the supreme court
8
    and the salary of each associate justice of the supreme court
9
    shall be as last recommended by the commission on salaries
10
    pursuant to section [\frac{608-1.5}{}] 26- unless disapproved by the
11
    legislature."
12
         SECTION 8. Section 602-52, Hawaii Revised Statutes, is
13
    amended to read as follows:
14
         "§602-52 Salary. [Effective July 1, 1999, the salary of
15
    the chief judge of the intermediate appellate court shall be
16
    $101,321 a year and the salary of each associate judge shall be
17
    $99,656 a year. Effective July 1, 2000, the salary of the chief
18
    judge of the intermediate appellate court shall be $112,466 a
19
    year and the salary of each associate judge shall be $110,618 a
20
    wear. Effective July 1, 2004, [and every eight years
21
    thereafter, ] the salary of the chief judge of the intermediate
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appellate court and the salary of each associate judge shall be
 1
    as last [determined] recommended by the judicial salary
 2
    commission. Effective July 1, 2007, and every six years
 3
    thereafter, the salary of the chief judge of the intermediate
 4
    appellate court and the salary of each associate judge shall be
 5
    as last recommended by the commission on salaries pursuant to
 6
    section [608-1.5,] 26-, unless disapproved by the
7
 8
    legislature."
         SECTION 9. Section 603-5, Hawaii Revised Statutes, is
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    amended to read as follows:
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         "§603-5 Salary of circuit court judges. [Effective July
11
    1, 1999, the salary of each circuit court judge of the various
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    circuit courts of the State shall be $96,326 a year. Effective
13
    July 1, 2000, the salary of each circuit court judge of the
14
    various circuit courts of the State shall be $106,922 a year.]
15
    Effective [on] July 1, 2004, [and every eight years thereafter,]
16
    the salary of a circuit court judge shall be as last
17
    [determined] recommended by the judicial salary commission.
18
    Effective July 1, 2007, and every six years thereafter, the
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    salary of each circuit court judge of the various circuit courts
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of the State shall be as last recommended by the commission on

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disapproved by the legislature."
2
         SECTION 10. Section 604-2.5, Hawaii Revised Statutes, is
3
    amended to read as follows:
4
         "$604-2.5 Salary of district judges. [Effective July 1,
5
    1999, the salary of each district court judge of the various
6
    district courts of the State shall be $90,776 a year. Effective
7
    July 1, 2000, the salary of each district court judge of the
8
    various district courts of the State shall be $100,761 a year.]
9
    Effective [en] July 1, 2004, [and every eight years thereafter,]
10
    the salary of a district court judge shall be as last
11
    [determined] recommended by the judicial salary commission.
12
    Effective July 1, 2007, and every six years thereafter, the
13
    salary of each district court judge of the various district
14
    courts of the State shall be as last recommended by the
15
    commission on salaries pursuant to section [608-1.5,] 26-
16
    unless disapproved by the legislature.
17
         Whenever the chief justice appoints a district court judge
18
    of any of the various district courts of the State to serve
19
    temporarily as a circuit court judge of any of the various
20
    circuit courts of the State, the judge shall receive per diem
21
    compensation for the days on which actual service is rendered
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salaries pursuant to section [608-1.5,] 26- , unless

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based on the monthly rate of compensation paid to a circuit
 1
    court judge. For the purpose of determining per diem
 2
    compensation in this section, a month shall be deemed to consist
3
    of twenty-one days."
 4
         SECTION 11. Section 26-55, Hawaii Revised Statutes, is
5
    repealed.
 6
         ["1526-55] Executive salary commission. (a) There is
7
    established within the department of human resources
8
    development, for administrative purposes only, the executive
9
    salary commission. The commission shall consist of five
10
    members. Two members shall be appointed by the president of the
11
    senate, two members shall be appointed by the speaker of the
12
    house of representatives, and one member shall be appointed by
13
    the chief justice of the supreme court. Vacancies in these
14
    positions shall be filled in the same manner. The members of
15
    the commission shall serve without compensation but shall be
16
    reimbursed for expenses necessary for the performance of their
17
    duties.
18
         (b) The commission shall review the salaries of the
19
    governor, the lieutenant governor, the administrative director
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    of the State, and the department heads or executive officers of
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    the departments of accounting and general services, agriculture,
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1	attorney general, budget and finance, business, economic
2	development, and tourism, commerce and consumer affairs,
3	Hawaiian home lands, health, human resources development, human
4	services, labor and industrial relations, land and natural
5	resources, public safety, taxation, and transportation. The
6	commission shall also review the salary of the deputy to the
7	superintendent of education. The commission shall recommend an
8	appropriate salary for the governor, the lieutenant governor,
9	and each department head or executive officer, and appropriate
10	salary ranges for the deputy department heads. The commission
11	may recommend different salaries for department heads and
12	executive officers and different salary ranges for deputies or
13	assistants to department heads; provided that the commission
14	shall recommend the same salary range for deputies or assistants
15	to department heads within the same department; provided further
16	that the appointing official shall specify the salary for a
17	particular position within the applicable range.
18	(c) The commission may seek assistance from the department
19	of human resources development and any other agency in
20	conducting its review, and all agencies shall fully cooperate
21	with the commission and provide any necessary information to the
22	commission upon request.

1	(d) The commission shall convene in the month of November
2	2003, and every eight years thereafter. Not later than the
3	fortieth legislative day of the regular session of 2004, and
4	every eight years thereafter, the commission shall submit a
5	report of its findings and its salary recommendations to the
6	legislature, through the governor. The commission may include
7	incremental increases that take effect over the span of years
8	occurring prior to the convening of the next salary commission.
9	The recommended salaries submitted by the commission shall
10	become effective July 1 of the next fiscal year unless the
11	legislature disapproves the recommended salaries submitted by
12	the commission through the adoption of a concurrent resolution,
13	which shall be approved by a simple majority of each house of
14	the legislature, prior to adjournment sine die of the
15	legislative session in which the recommended salaries are
16	submitted; provided that, pursuant to section 3 of article V of
17	the State Constitution, the salaries of the governor and the
18	lieutenant gevernor shall not be decreased for their respective
19	terms and the new salaries shall net take effect until the
20	beginning of the next term for those offices. The governor
21	shall include the salary amounts, recommended by the commission
22	and approved by the legislature, in the executive budget. If

1	the salary amounts recommended by the commission are disapproved
2	by the legislature, the commission shall reconvene in the month
3	of November following the legislative disapproval to review the
4	legislature's reasons for disapproving its salary
5	recommendation. The commission may submit a report of its
6	findings and submit a new salary recommendation to the
7	legislature of the next regular session. The commission's
8	reconvening following a legislative disapproval shall not toll
9	the eight year cycle."]
10	SECTION 12. Section 608-1.5, Hawaii Revised Statutes, is
11	repealed.
	_, _,
12	[" \$608-1.5 Judicial salary commission. (a) There shall
12 13	["\$608-1.5 Judicial salary commission. (a) There shall be a judicial salary commission to review and determine the
13	be a judicial salary commission to review and determine the
13 14	be a judicial salary commission to review and determine the salaries of justices and judges of all state courts and
13 14 15	be a judicial salary commission to review and determine the salaries of justices and judges of all state courts and appointed judiciary administrative officers. The judicial
13 14 15 16	be a judicial salary commission to review and determine the salaries of justices and judges of all state courts and appointed judiciary administrative officers. The judicial salary commission shall be attached to the judicial council for
13 14 15 16 17	be a judicial salary commission to review and determine the salaries of justices and judges of all state courts and appointed judiciary administrative officers. The judicial salary commission shall be attached to the judicial council for administrative purposes. The commission shall be composed of
13 14 15 16 17 18	be a judicial salary commission to review and determine the salaries of justices and judges of all state courts and appointed judiciary administrative officers. The judicial salary commission shall be attached to the judicial council for administrative purposes. The commission shall be composed of five members. One member shall be appointed by the governor,
13 14 15 16 17 18	be a judicial salary commission to review and determine the salaries of justices and judges of all state courts and appointed judiciary administrative officers. The judicial salary commission shall be attached to the judicial council for administrative purposes. The commission shall be composed of five members. One member shall be appointed by the governor, two members shall be appointed by the president of the senate,

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receive compensation for their services, but shall be reimbursed
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    for traveling and other expenses incidental to the performance
    of commission duties.
3
         (b) The commission may seek assistance from any other
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    agency in conducting its review and all agencies shall cooperate
5
    fully with the commission and provide any necessary information
6
    to the commission upon request. In determining the salaries of
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    the justices and judges and appointed judiciary administrative
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    officers, the commission may set different salaries for the
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    chief justice of the supreme court, the associate justices of
10
    the supreme court, the chief judge of the intermediate appellate
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    court, the associate judges of the intermediate appellate court,
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    the judges of the circuit courts, and the judges of the district
13
    courts and different salaries or salary ranges for appointed
14
    administrative judiciary officers, with the salary for a
15
    particular position to be specified within the applicable range
16
    by the appointing official.
17
         (c) The commission shall convene in the month of November
18
    2003, and every eight years thereafter. Not later than the
19
    fortieth legislative day of the regular session of 2004, and
20
    every eight years thereafter, the commission shall submit a
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    report of its findings and its salary recommendations to the
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1	legislature, through the chief justice. The commission's salary
2	recommendations may include incremental increases that take
3	effect over the span of years occurring prior to the convening
4	of the next salary commission. The recommended salaries
5	submitted by the commission shall become effective July 1 of the
6	next fiscal year unless the legislature disapproves the salary
7	recommendations submitted by the commission through the adoption
8	of a concurrent resolution, which shall be approved by a simple
9	majority of each house of the legislature prior to adjournment
10	sine die of the legislative session in which the recommended
11	salaries are submitted; provided that pursuant to article VI,
12	section 3 of the State Constitution, the salaries of justices
13	and judges shall not be decreased during their respective terms
14	of office. At the next regular legislative session, the salary
15	amounts recommended by the commission, and not disapproved by
16	the legislature, shall be submitted by the chief justice as part
17	of the judiciary's proposed budget pursuant to the budgetary
18	procedures specified in chapter 37 and section 601-2(c). If the
19	salary amounts recommended by the commission are disapproved by
20	the legislature, the commission shall reconvene in the month of
21	November following the legislative disapproval to review the

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- 1 recommendation. The commission may submit a report of its
- 2 findings and submit a new salary recommendation to the
- 3 legislature of the next regular session. The commission's
- 4 reconvening following a legislative disapproval shall not toll
- 5 the eight year cycle."]
- 6 SECTION 13. Statutory material to be repealed is bracketed
- 7 and stricken. New statutory material is underscored.
- 8 SECTION 14. This Act shall take effect upon ratification
- 9 of a constitutional amendment establishing a commission on
- 10 salaries to review and recommend salaries for the governor,
- 11 lieutenant governor, legislators, justices and judges of all
- 12 state courts, the administrative director of the State, and
- 13 department heads or executive officers of the executive
- 14 departments and their deputies or assistants.

HB NO. 1918 SD2

Report Title:

Commission on Salaries; Legislature; Executive Branch; Judiciary

Description:

Pursuant to a proposed constitutional amendment, establishes a commission on salaries to recommend the salary of the governor, lieutenant governor, the members of the legislature, justices and judges of all state courts, the administrative director of the State or an equivalent position, and the department heads or executive officers and the deputies or assistants to the department heads of all state departments. (HB1918 CD1)