#### HOUSE OF REPRESENTATIVES TWENTY-FIFTH LEGISLATURE, 2010 STATE OF HAWAII

H.B. NO. <sup>2937</sup> H.D. 1

## A BILL FOR AN ACT

RELATING TO COLLECTIVE BARGAINING.

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

SECTION 1. Section 89-9, Hawaii Revised Statutes, is amended as follows:

3 1. By amending subsection (a) to read:

4 "(a) The employer and the exclusive representative shall 5 meet at reasonable times, including meetings sufficiently in 6 advance of the February 1 impasse date under section 89-11, and 7 shall negotiate in good faith with respect to wages, hours, the 8 amounts of contributions by the State and respective counties to 9 the Hawaii employer-union health benefits trust fund or a 10 voluntary employees' beneficiary association trust to the extent 11 allowed in subsection (e), and other terms and conditions of 12 employment that are subject to collective bargaining and that 13 are to be embodied in a written agreement as specified in section 89-10, but the obligation does not compel either party 14 15 to agree to a proposal or make a concession [; provided that the 16 parties may not negotiate with respect to cost items as defined 17 by section 89-2 for the biennium 1999 to 2001, and the cost 18 · items of employees in bargaining units under section 89-6 in HB2937 HD1 HMS 2010-1865

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1 effect on June 30, 1999, shall-remain in effect until July 1, 2 2001]."

3 2. By amending subsections (d) and (e) to read:

4 "(d) Excluded from the subjects of negotiations are 5 matters of classification, reclassification, benefits of [but 6 not contributions to] the Hawaii employer-union health benefits 7 trust fund or a voluntary employees' beneficiary association 8 trust[+], and recruitment; examination; initial pricing; and 9 retirement benefits except as provided in section 88-8(h). The 10 employer and the exclusive representative shall not agree to any 11 proposal that would be inconsistent with the merit principle or 12 the principle of equal pay for equal work pursuant to section 13 76-1 or that would interfere with the rights and obligations of 14 a public employer to:

- 15 (1) Direct employees;
- 16 (2) Determine qualifications, standards for work, and the
  17 nature and contents of examinations;
- 18 (3) Hire, promote, transfer, assign, and retain employees
  19 in positions;
- 20 (4) Suspend, demote, discharge, or take other disciplinary
  21 action against employees for proper cause;

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1	(5)	Relieve an employee from duties because of lack of
2		work or other legitimate reason;
3	(6)	Maintain efficiency and productivity, including
4		maximizing the use of advanced technology, in
5		government operations;
6	(7)	Determine methods, means, and personnel by which the
7		employer's operations are to be conducted; and
8	(8)	Take such actions as may be necessary to carry out the
9		missions of the employer in cases of emergencies.
10	This	subsection shall not be used to invalidate provisions
11	of collective bargaining agreements in effect on and after	
12	June 30,	2007, and shall not preclude negotiations over the
13	procedures and criteria on promotions, transfers, assignments,	
14	demotions, layoffs, suspensions, terminations, discharges, or	
15	other disciplinary actions as a permissive subject of bargaining	
16	during collective bargaining negotiations or negotiations over a	
17	memorandum of agreement, memorandum of understanding, or other	
18	supplemental agreement.	
19	Violations of the procedures and criteria so negotiated may	

20 be subject to the grievance procedure in the collective

21 bargaining agreement.



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1 Negotiations relating to contributions to the Hawaii (e) 2 employer-union health benefits trust fund or a voluntary 3 employees' beneficiary association trust shall be for the purpose of agreeing upon the amounts that the State and counties 4 5 shall contribute under sections 87A-32 through 87A-37, toward 6 the payment of the costs for a health benefits plan, as defined 7 in section 87A-1 and group life insurance benefits, and the 8 parties shall not be bound by the amounts contributed under 9 prior agreements [; provided that section 89-11 for the 10 resolution of disputes by way of arbitration shall not be 11 available to resolve impasses or disputes relating to the 12 amounts the State and counties shall contribute to the Hawaii 13 employer-union health benefits trust fund or a voluntary employees -- beneficiary association trust established under 14 15 chapter 87D]." SECTION 2. Section 89-11, Hawaii Revised Statutes, is 16 17 amended by amending subsection (g) to read as follows: The decision of the arbitration panel shall be final 18 "(q) 19 and binding upon the parties on all provisions submitted to the 20 arbitration panel [-], including provisions with respect to the amounts of contributions by the State and counties to the Hawaii 21 employer-union health benefits trust fund. [If the parties have 22 HB2937 HD1 HMS 2010-1865 

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1	reached agreement with respect to the amounts of contributions		
2	by the State and counties to the Hawaii employer union health		
3	benefits trust fund by the tenth working day after the		
4	arbitration panel issues its decision, the final and binding		
5	agreement of the parties on all provisions shall consist of the		
6	panel's decision and the amounts of contributions agreed to by		
7	the parties. If the parties have not reached agreement with		
8	respect to the amounts of contributions by the State and		
9	counties to the Hawaii employer union health benefits trust fund		
<b>10</b>	by the close of business on the tenth working day after the		
11	arbitration panel issues its decision, the parties shall have		
12	five days to submit their respective recommendations for such		
13	contributions to the legislature, if it is in session, and if		
14	the legislature is not in session, the parties shall submit		
15	their respective recommendations for such contributions to the		
16	legislature during the next session of the legislature. In such		
17	event, the final and binding agreement of the parties on all		
18	provisions shall consist of the panel's decision and the amounts		
19	of contributions established by the legislature by enactment,		
20	after the legislature has considered the recommendations for		
21	such contributions by the parties.] It is strictly understood		
22	that no member of a bargaining unit subject to this subsection		
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shall be allowed to participate in a strike on the issue of the
amounts of contributions by the State and counties to the Hawaii
employer-union health benefits trust fund. The parties shall
take whatever action is necessary to carry out and effectuate
the final and binding agreement. The parties may, at any time
and by mutual agreement, amend or modify the panel's decision.

7 Agreements reached pursuant to the decision of an arbitration panel and the amounts of contributions by the State 8 9 and counties to the Hawaii employer-union health benefits trust 10 fund, as provided herein, shall not be subject to ratification 11 by the employees concerned. All items requiring any moneys for 12 implementation shall be subject to appropriations by the 13 appropriate legislative bodies and the employer shall submit all 14 such items within ten days after the date on which the agreement 15 is entered into as provided herein, to the appropriate

16 legislative bodies."

SECTION 3. Statutory material to be repealed is bracketedand stricken. New statutory material is underscored.

SECTION 4. This Act shall take effect upon its approval;
provided that the amendments made to section 89-9(e), Hawaii
Revised Statutes by section 1 of this Act shall not be repealed
when section 89-9(e), Hawaii Revised Statutes, is reenacted on HB2937 HD1 HMS 2010-1865



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1 July 1, 2010, pursuant to section 1 of Act 5, Special Session

2 Laws of Hawaii 2008."



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Report Title: Collective Bargaining

#### Description:

Clarifies that EUTF contributions are a topic of negotiation in collective bargaining. Stipulates that the arbitration panel shall render a final and binding decision on contributions to the EUTF. (HB2937 HD1)

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

