TESTIMONY BY KALBERT K. YOUNG DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE STATE OF HAWAII TO THE HOUSE COMMITTEE ON LABOR AND PUBLIC EMPLOYMENT ON SENATE BILL NOS. 1081, S.D. 2; AND 1082, S.D. 2

March 18, 2011

MAKING APPROPRIATIONS FOR SALARY INCREASES FOR PUBLIC EMPLOYEES

Senate Bill Nos. 1081, S.D. 2; and 1082, S.D. 2, provide appropriations for Fiscal Years 2011-12 and 2012-13 for salary increases for public employees negotiated in collective bargaining agreements.

We oppose these bills to the extent that the State is not in a position to fund general salary increases for public employees at this time. Negotiations for collective bargaining are currently underway. Only the process of collaborative discussions between the employers and the union will determine whether salary revisions will result. However, from a financial perspective, the State's fiscal condition makes it highly unlikely that salary increases can be afforded.

In addition, the titles of these bills are too restrictive to serve as vehicle bills for cost items other than salaries. There are other vehicle bills available to fund collective bargaining cost items should those be negotiated.



HAWAII GOVERNMENT EMPLOYEES ASSOCIATION

AFSCME Local 152, AFL-CIO

RANDY PERREIRA Executive Director Tel: 808.543.0011 Fax: 808.528.0922

NORA A. NOMURA
Deputy Executive Director
Tel: 808.543.0003
Fax: 808.528.0922

DEREK M. MIZUNO Deputy Executive Director Tel: 808.543.0055 Fax: 808.523.6879

The Twenty-Sixth Legislature, State of Hawaii Hawaii State House of Representatives Committee on Labor and Public Employment

Testimony by
Hawaii Government Employees Association
March 18, 2011

S.B. 1081, S.D. 2 and S.B. 1082, S.D. 2

The Hawaii Government Employees Association, AFSCME Local 152, AFL-CIO strongly supports S.B.1081, S.D. 2 and S.B. 1082, S.D. 2, both of which provide a vehicle to implement pending collective bargaining agreements.

Thank you for the opportunity to testify in support of the above legislation.

~7/

Respectfully submitted,

Randy Perreira
Executive Director