### A BILL FOR AN ACT

RELATING TO COLLECTIVE BARGAINING COST ITEMS.

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

1	SECTION 1. The purpose of this Act is to provide employer					
2	contribution amounts for plan years 2011-2012 and 2012-2013 for					
3	Hawaii employer-union health benefits trust fund health benefit					
4	plan premiums for public officers and employees pursuant to					
5	section 89-11(g), Hawaii Revised Statutes, due to an impasse in					
6	negotiations on issues involving the employer-union health					
7	benefits trust fund. It is further the purpose of this Act to					
8	provide employer plan contributions of a specific dollar amount					
9	equivalent to fifty per cent of the premium rates established by					
10	the trust fund board for the respective health benefit plan plus					
11	fifty per cent of all administrative fees.					
12	SECTION 2. The legislature finds that for the employees of					
13	collective bargaining unit 11 and for state officers and					
14	employees excluded from collective bargaining unit 11 for plan					
15	years 2011-2012 and 2012-2013, subject to the applicable					
16	provisions of chapters 87A and 89, Hawaii Revised Statutes, the					
17	employer monthly contributions to the Hawaii employer-union					
18	health benefits trust fund ("trust fund" or "EUTF") are as					
19	follows:					

**28** 

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1	(1)	The amounts paid by the employer in plan years 2011-2012				
2		and 2012-2013 for July 1, 2011, through December 31, 2011,				
3		and	and January 1, 2012, through June 30, 2013, for each			
4		employee-beneficiary with no dependent-beneficiaries shall				
5		be:				
6 7 8 9				BENEFIT PLAN	CONTRI July to December	MONTHLY BUTION  January 2012 to June 2013
11		a.	Medical	(90/10 PPO & Chiro)	\$157.06	\$172.52
12		b.		(80/20 PPO & Chiro)	\$151.96	\$164.70
13		c.		(Kaiser HMO Comp. & Chiro)		\$217.40
14		d.		(Kaiser HMO Basic & Chiro)		
					,	\$189.72
15		e.	Medical	(HMSA HMO & Chiro)	\$213.08	\$226.38
16		f.	Medical	(HDHP & Chiro)	\$144.32	\$171.20
17		g.	Prescrip	otion Drug	\$ 35.42	\$ 30.70
18 .		h.	Dental		\$ 16.14	\$ 14.58
19		i.	Vision		\$ 3.02	\$ 3.02
20			Dual Cov	rerage		
21		j.	Medical	(Royal State)	\$ 21.74	\$ 21.72
22		k.	Medical	(HMSA)	\$112.44	\$104.52
23	(2)	The	amounts	paid by the employer is	n plan year	s 2011-2012
24		and 2012-2013 for July 1, 2011, through December 31, 2011,				
25						
		and January 1, 2012, through June 30, 2013, for each				
26		employee-beneficiary with one dependent-beneficiary shall				
27		be:				

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1 2 2				TOTAL MONTHLY CONTRIBUTION		
1 2 3 4 5				BENEFIT PLAN	July to December 2011	January 2012 to June 2013
6		a.	Medical	(90/10 PPO & Chiro)	\$381.28	\$418.12
7		b.	Medical	(80/20 PPO & Chiro)	\$368.86	\$399.14
8		c.	Medical	(Kaiser HMO Comp. & Chiro)	\$462.36	\$527.54
9		d.	Medical	(Kaiser HMO Basic & Chiro)	\$391.10	\$460.26
10		e.	Medical	(HMSA HMO & Chiro)	\$517.24	\$548.90
11		f.	Medical	(HDHP & Chiro)	\$350.74	\$415.10
12		g.	Prescrip	otion Drug	\$ 85.98	\$ 74.52
13		h.	Dental		\$ 32.30	\$ 29.16
14		i.	Vision		\$ 5.58	\$ 5.58
15			Dual Cov	verage		
16		j.	Medical	(Royal State)	\$ 53.48	\$ 53.40
17		k.	Medical	(HMSA)	\$273.04	\$253.06
18	(3)	(3) The amounts paid by the employer in plan years 2011-2012			rs 2011-2012	
19		and 2012-2013 for July 1, 2011, through December 31, 2011,				
20		and January 1, 2012, through June 30, 2013, for each				
21		employee-beneficiary with two or more				
22		dependent-beneficiaries shall be:				
23						

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1 2 3 4 5		TOTAL MONTHLY CONTRIBUTION				
3			July to			
4 5		DESTRUCTO DI ANI	December	_		
3		BENEFIT PLAN	2011	to June 2013		
6	a.	Medical (90/10 PPO & Chiro)	\$486.22	\$533.34		
7	b.	Medical (80/20 PPO & Chiro)	\$470.40	\$509.14		
8	c.	Medical (Kaiser HMO Comp. & Chiro)	\$590.06	\$673.24		
9	d.	Medical (Kaiser HMO Basic & Chiro)	\$499.16	\$587.40		
10	e.	Medical (HMSA HMO & Chiro)	\$659.76	\$700.14		
11	f.	Medical (HDHP & Chiro)	\$447.64	\$529.90		
12	g.	Prescription Drug	\$109.76	\$ 95.08		
13	h.	Dental	\$ 53.16	\$ 47.92		
14	i.	Vision	\$ 7.32	\$ 7.30		
15		Dual Coverage				
16	j.	Medical (Royal State)	\$ 60.46	\$ 60.36		
17	k.	Medical (HMSA)	\$348.22	\$322.90		
18	(4) For each employee-beneficiary enrolled in the trust fund					
19	group life insurance plan, the employer shall pay \$4.16 per					
20	month which reflects one hundred per cent of the monthly					
21	premium and administrative fees.					
22	SECTION 3. This Act, upon its approval, shall take effect					
23 24	retroactive to July 1, 2011.  INTRODUCED BY:					
25		INTRODUCED BY:		/ / / /		
26				REQUEST		
			JAN	2 3 2012		

#.B. NO. 2495

### Report Title:

Collective Bargaining Cost Items

### Description:

Provides Employer contributions amounts for plan years 2011-2012 and 2012-2013 for Hawaii Employer-Union Health Benefits Trust Fund health benefit plan premiums for the employees of collective bargaining unit 11 and their excluded counterparts.

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

HB 2495

#### JUSTIFICATION SHEET

DEPARTMENT:

Budget and Finance

amounts.

TITLE:

A BILL FOR AN ACT RELATING TO COLLECTIVE

BARGAINING COST ITEMS.

PURPOSE:

To provide Employer contributions amounts for plan years 2011-2012 and 2012-2013 for Hawaii Employer-Union Health Benefits Trust Fund health benefit plan premiums for the employees of collective bargaining unit 11,

and for state officers and employees

excluded from collective bargaining unit 11.

MEANS:

Enactment of bill setting forth the amounts.

JUSTIFICATION:

The Employer and the Hawaii Firefighters Association are at impasse in collective bargaining negotiations, regarding contribution amounts for plan years 2011-2012 and 2012-2013 for Hawaii Employer-Union Health Benefits Trust Fund health benefit plan premiums for public officers and employees. Pursuant to section 89-11(g), Hawaii Revised Statutes, the State's proposed contributions are being submitted via this bill. The approved budget for fiscal years 2011-2012 and 2012-2013 provides for 50 per cent-50 per cent employer-employee contributions. This bill provides contributions consistent with the budgeted

Impact on the public: Employer-Union Health Benefits Trust Fund appropriations are based on 50 per cent employer 50 per cent employee contributions. Achieving the targeted savings in EUTF premium payments is required as part of the overall plan to balance the State budget.

Impact on the department and other agencies: The Employer-Union Health Benefits Trust

Fund appropriations in the Department of Budget and Finance for Act 164, Session Laws of Hawaii 2011, are based on 50 per cent employer 50 per cent employee contributions. This will make the employer contributions consistent with the budget.

GENERAL FUND:

None.

OTHER FUNDS:

None.

PPBS PROGRAM

DESIGNATION:

Not applicable.

OTHER AFFECTED

AGENCIES:

Judiciary, Hawaii Health Systems

Corporation, and Department of Education.

EFFECTIVE DATE:

Retroactive to July 1, 2011.