TESTIMONY BY KALBERT K. YOUNG DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE STATE OF HAWAII TO THE HOUSE COMMITTEE ON LABOR & PUBLIC EMPLOYMENT ON HOUSE BILL NOS. 832 AND 834

February 8, 2013

MAKING EMERGENCY APPROPRIATIONS FOR COLLECTIVE BARGAINING COST ITEMS

House Bill Nos. 832 and 834 are vehicle bills to appropriate and authorize funds for collective bargaining cost items for arbitrated settlements for collective Bargaining Units 9 and 11, respectively, and their excluded counterparts for Fiscal Biennium 2011-13.

The Department of Budget and Finance supports moving these Administration proposals. Interest arbitration proceedings were held in November 2012 and an award is being awaited for Unit 9. An arbitration hearing for Unit 11 is scheduled for March. After issuance of those awards, any cost items will be submitted to the Legislature pursuant to Section 89-11, HRS. Note that while the arbitration panel cannot make an award concerning Employer-Union Trust contributions, Section 89-11(g) requires the employer to submit its recommendation for contributions to the Legislature.

Section 89-11(g) states that the parties shall submit their recommendations for contributions to the Legislature and that the final and binding agreement of the parties on all provisions shall consist of the panel's decision and the amounts of contributions established by the Legislature by enactment, after the Legislature has considered the recommendations for such contributions by the parties.

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HAWAII GOVERNMENT EMPLOYEES ASSOCIATION

AFSCME Local 152, AFL-CIO

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

Testimony by
Hawaii Government Employees Association
February 8, 2013

H.B. 832 – MAKING EMERGENCY APPROPRIATIONS FOR COLLECTIVE BARGAINING COST ITEMS

The Hawaii Government Employees Association, AFSCME Local 152, AFL-CIO strongly supports H.B. 832, similar in content to H.B. 1160 and H.B. 1161, which provides for a vehicle to implement emergency appropriations in the Bargaining Unit 09 collective bargaining agreement for the fiscal biennium 2011 - 2013. We, as the exclusive representative for BU09, and the Employer held an arbitration hearing on November 5-9, 2012 and are awaiting the arbitration panel's decision.

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

Respectfully submitted,

Randy Pérreira Executive Director

