JAN 2 4 2013

A BILL FOR AN ACT

RELATING TO COLLECTIVE BARGAINING.

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

1 SECTION 1. Section 89-2, Hawaii Revised Statutes, is

2 amended by amending the definition of "collective bargaining" to

3 read as follows:

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4 ""Collective bargaining" means the performance of the

5 mutual obligations of the public employer and an exclusive

6 representative to meet at reasonable times, to confer and

7 negotiate in good faith, and to execute a written agreement with

8 respect to wages, hours, amounts of contributions by the State

9 and counties to the Hawaii employer-union health benefits trust

10 fund, and other terms and conditions of employment, except that

by any such obligation neither party shall be compelled to agree

12 to a proposal or be required to make a concession. For the

13 purposes of this definition, "wages" includes the number of

14 incremental and longevity steps, the number of pay ranges, and

15 the movement between steps within the pay range and between the

16 pay ranges on a pay schedule under a collective bargaining

17 agreement. For the purposes of this chapter, "other terms and

conditions of employment" means other terms and conditions of



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    employment specifically incorporated into a collective
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    bargaining agreement."
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         SECTION 2. Section 89-11, Hawaii Revised Statutes, is
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    amended as follows:
         1. By amending subsection (e) to read:
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         "(e) If an impasse exists between a public employer and
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    the exclusive representative of bargaining unit (2), supervisory
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    employees in blue collar positions; bargaining unit (3),
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    nonsupervisory employees in white collar positions; bargaining
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    unit (4), supervisory employees in white collar positions;
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    bargaining unit (6), educational officers and other personnel of
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    the department of education under the same salary schedule;
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    bargaining unit (8), personnel of the University of Hawaii and
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    the community college system, other than faculty; bargaining
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    unit (9), registered professional nurses; bargaining unit (10),
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    institutional, health, and correctional workers; bargaining unit
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    (11), firefighters; bargaining unit (12), police officers; or
    bargaining unit (13), professional and scientific employees, the
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    board shall assist in the resolution of the impasse as follows:
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              Mediation. During the first twenty days after the
         (1)
              date of impasse, the board shall immediately appoint a
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              mediator, representative of the public from a list of
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1	qualifie	d person	s maintaine	d by the	board, t	to assist
2	the part:	ies in a	voluntary	resolutio	n of the	e impasse.

- after the date of impasse, the board shall immediately notify the employer and the exclusive representative that the impasse shall be submitted to a three-member arbitration panel who shall follow the arbitration procedure provided herein.
 - (A) Arbitration panel. Two members of the arbitration panel shall be selected by the parties[+] within twenty-five days after the date of impasse; one shall be selected by the employer and one shall be selected by the exclusive representative. The neutral third member of the arbitration panel, who shall chair the arbitration panel, shall be selected [by mutual agreement of the parties. In the event that the parties fail to select the neutral third member of the arbitration panel within thirty days from the date of impasse, the board shall request the American Arbitration Association, or its successor in function, to furnish a list of five

ı		quallited arbitrators from which the neutral
2		arbitrator shall be selected. Within five days
3		after receipt of such list, the parties shall
4		alternately strike names from the list until a
5		single name is left, who shall be immediately
6		appointed by the board as the neutral arbitrator
7		and chairperson of the arbitration panel.] and
8		appointed by the board from a list of qualified
9		persons in the field of labor management
10		relations within twenty-five days after the date
11		of impasse;
12	(B)	Final positions. Upon the selection and
13		appointment of the arbitration panel, each party
14		shall submit to the panel, in writing, with copy
15		to the other party, a final position which shall
16		include all provisions in any existing collective
17		bargaining agreement not being modified, all
18		provisions already agreed to in negotiations, and
19		all further provisions which each party is
20		proposing for inclusion in the final agreement.
21	(C)	Arbitration hearing. Within [one hundred] twenty
22		days of its appointment, the arbitration panel

1		shall commence a hearing at which time the
2		parties may submit either in writing or through
3		oral testimony, all information or data
4		supporting their respective final positions. The
5		hearing shall be completed without delay unless
6		the chairperson of the panel determines that the
7		delay is due to an unforeseeable emergency. The
8		arbitrator, or the chairperson of the arbitration
9		panel together with the other two members, are
10		encouraged to assist the parties in a voluntary
11		resolution of the impasse through mediation, to
12		the extent practicable throughout the entire
13		arbitration period until the date the panel is
14		required to issue its arbitration decision.
15	(D)	Arbitration decision. Within thirty days after
16		the conclusion of the hearing, a majority of the
17		arbitration panel shall reach a decision pursuant
18		to subsection (f) on all provisions that each
19		party proposed in its respective final position
20		for inclusion in the final agreement and transmit
21		a preliminary draft of its decision to the

The parties shall review the

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preliminary draft for completeness, technical correctness, and clarity and may mutually submit to the panel any desired changes or adjustments that shall be incorporated in the final draft of its decision. Within fifteen days after the transmittal of the preliminary draft, a majority of the arbitration panel shall issue the arbitration decision."

2. By amending subsections (g) and (h) to read:

"(g) The decision of the arbitration panel shall be final and binding upon the parties on all provisions submitted to the arbitration panel[. If the parties have reached agreement with respect to the amounts of contributions by the State and counties to the Hawaii employer union health benefits trust fund by the tenth working day after the arbitration panel issues its decision, the final and binding agreement of the parties on all provisions shall consist of the panel's decision and the amounts of contributions agreed to by the parties. If the parties have not reached agreement with respect to the amounts of contributions by the State and counties to the Hawaii employer union health benefits trust fund by the close of business on the tenth working day after the arbitration panel issues its

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

arbitration panel and the amounts of contributions by the State

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- 1 and counties to the Hawaii employer-union health benefits trust
- fund, as provided herein, shall not be subject to ratification 2
- by the employees concerned. All items requiring any moneys for 3
- 4 implementation shall be subject to appropriations by the
- 5 appropriate legislative bodies and the employer shall submit all
- such items within ten days after the date on which the agreement
- 7 is entered into as provided herein, to the appropriate
- 8 legislative bodies.
- 9 Any time frame provided in an impasse procedure,
- 10 whether an alternate procedure or the procedures in this
- 11 section, [may be modified by mutual agreement of the parties.
- 12 In the absence of a mutual agreement to modify time frames, any
- delay, failure, or refusal by either party to participate in the 13
- 14 impasse procedure shall not be permitted to halt or otherwise
- 15 delay the process, unless the board so orders due to an
- 16 unforeseeable emergency. The process shall commence or continue
- 17 as though all parties were participating."
- 18 SECTION 3. Statutory material to be repealed is bracketed
- 19 and stricken. New statutory material is underscored.
- 20 SECTION 4. This Act shall take effect upon its approval.

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INTRODUCED BY: Show Frencho Kin

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Report Title:

Collective Bargaining; Impasse; Arbitration

Description:

Amends the definition of "collective bargaining" in section 89-2, HRS, to clarify that "other terms and conditions of employment" are limited to what is specifically incorporated into a collective bargaining agreement. Requires the arbitration panel to be selected within twenty-five days after the date of an impasse from a list of qualified persons. Reduces the amount of time in which an arbitration panel must begin proceedings after selection from one hundred twenty days to twenty days. Requires an arbitration hearing to be completed without delay unless there is an unforeseeable emergency. Repeals the authority of the parties to modify any time frame provided for in an impasse procedure.

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