HOUSE OF REPRESENTATIVES TWENTY-EIGHTH LEGISLATURE, 2016 STATE OF HAWAII H.B. NO. 2012

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### A BILL FOR AN ACT

RELATING TO COLLECTIVE BARGAINING.

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

1	SECTION 1.	Section	89-9,	Hawaii	Revised	Statutes,	is
2	amended as folle	ows:					

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

"(a) The employer and the exclusive representative shall 4 meet at reasonable times, including meetings sufficiently in 5 advance of the February 1 impasse date under section 89-11, and 6 shall negotiate in good faith with respect to wages, hours, the 7 benefits and amounts of contributions by the State and 8 9 respective counties to the Hawaii employer-union health benefits trust fund to the extent allowed in subsection (e), and other 10 11 terms and conditions of employment which are subject to collective bargaining and which are to be embodied in a written 12 agreement as specified in section 89-10, but such obligation 13 does not compel either party to agree to a proposal or make a 14 15 concession.

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

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1	" (d)	Excluded from the subjects of negotiations are		
2	matters of	f classification, reclassification, [ <del>benefits of but</del>		
3	not contributions to the Hawaii employer-union health benefits			
4	trust fund,] recruitment, examination, initial pricing, and			
5	retirement benefits except as provided in section 88-8(h). The			
6	employer and the exclusive representative shall not agree to any			
7	proposal	which would be inconsistent with the merit principle or		
8	the princ.	iple of equal pay for equal work pursuant to section		
9	76-1 or which would interfere with the rights and obligations of			
10	a public employer to:			
11	(1)	Direct employees;		
12	(2)	Determine qualifications, standards for work, and the		
13		nature and contents of examinations;		
14	(3)	Hire, promote, transfer, assign, and retain employees		
15		in positions;		
16	(4)	Suspend, demote, discharge, or take other disciplinary		
17		action against employees for proper cause;		
18	(5)	Relieve an employee from duties because of lack of		
19		work or other legitimate reason;		

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1	(6)	Maintain efficiency and productivity, including		
2		maximizing the use of advanced technology, in		
3		government operations;		
4	(7)	Determine methods, means, and personnel by which the		
5		employer's operations are to be conducted; and		
6	(8)	Take such actions as may be necessary to carry out the		
7		missions of the employer in cases of emergencies.		
8	This	subsection shall not be used to invalidate provisions		
9	of collective bargaining agreements in effect on and after			
10	June 30, 2007, and shall not preclude negotiations over the			
11	procedures and criteria on promotions, transfers, assignments,			
12	demotions, layoffs, suspensions, terminations, discharges, or			
13	other disciplinary actions as a permissive subject of bargaining			
14	during collective bargaining negotiations or negotiations over a			
15	memorandum of agreement, memorandum of understanding, or other			
16	supplemental agreement.			
17	Violations of the procedures and criteria so negotiated may			
18	be subjec	t to the grievance procedure in the collective		
19	bargaining agreement.			
20	(e)	Negotiations relating to the benefits of and		
21	contribut	ions to the Hawaii employer-union health benefits trust		

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1 fund shall be for the purpose of agreeing upon the benefits 2 under the health benefits plan and amounts which the State and counties shall contribute under section 87A-32, toward the 3 4 payment of the costs for a health benefits plan, as defined in section 87A-1, and group life insurance benefits, and the 5 6 parties shall not be bound by the benefits and amounts contributed under prior agreements [; provided that section 89-11 7 for-the resolution of disputes by way of arbitration shall not 8 be-available-to-resolve impasses or disputes-relating to the 9 10 amounts the State and counties shall contribute to the Hawaii employer-union health-benefits trust fund]." 11 SECTION 2. Section 89-11, Hawaii Revised Statutes, is 12 amended by amending subsection (g) to read as follows: 13 14 "(q) The decision of the arbitration panel shall be final and binding upon the parties on all provisions submitted to the 15 16 arbitration panel. [If the parties have reached agreement with 17 respect to the amounts of contributions by the State and 18 counties to the Hawaii employer union health benefits trust fund 19 by the tenth working day after the arbitration panel issues its 20 decision, the final and binding agreement of the parties on all provisions shall consist of the panel's decision and the amounts 21

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

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1 the final and binding agreement. The parties may, at any time 2 and by mutual agreement, amend or modify the panel's decision. 3 Agreements reached pursuant to the decision of an arbitration panel and the amounts of contributions by the State 4 and counties to the Hawaii employer-union health benefits trust 5 6 fund, as provided herein, shall not be subject to ratification by the employees concerned. All items requiring any moneys for 7 implementation shall be subject to appropriations by the 8 9 appropriate legislative bodies and the employer shall submit all 10 such items within ten days after the date on which the agreement is entered into as provided herein, to the appropriate 11 12 legislative bodies."

13 SECTION 3. Statutory material to be repealed is bracketed14 and stricken. New statutory material is underscored.

15 SECTION 4. This Act shall take effect upon its approval.

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INTRODUCED BY:

Hakohima

JAN 2 2 2016

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#### Report Title: Employer-Union Trust Fund; Collective Bargaining; Public Employees

#### Description:

Specifies that the benefits of the Hawaii employer-union health benefits trust fund are subject to negotiation. Clarifies that a decision of an arbitration panel shall be final.

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

