## A BILL FOR AN ACT

RELATING TO COLLECTIVE BARGAINING IN PUBLIC EMPLOYMENT.

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

- 1 SECTION 1. The purpose of this Act is to clarify sections
- 2 89-10 and 89-11, Hawaii Revised Statutes, to require actual
- 3 funding of cost items that are negotiated in collective
- 4 bargaining agreements or awarded in arbitrations between state
- 5 bargaining unit representatives and the State.
- 6 SECTION 2. Section 89-10, Hawaii Revised Statutes, is
- 7 amended by amending subsection (b) to read as follows:
- 8 "(b) All cost items shall be subject to appropriations by
- 9 the appropriate legislative bodies. The employer shall submit
- 10 within ten days of the date on which the agreement is ratified
- 11 by the employees concerned all cost items contained therein to
- 12 the appropriate legislative bodies, except that if any cost
- 13 items require appropriation by the state legislature and it is
- 14 not in session at the time, the cost items shall be submitted
- 15 for inclusion in the governor's next general fund operating
- 16 budget within ten days after the date on which the agreement is
- 17 ratified. The state legislature or the legislative bodies of



- 1 the counties acting in concert, as the case may be, may approve
- 2 or reject the cost items submitted to them, as a whole. The
- 3 state legislature shall appropriate general funds to pay the
- 4 approved cost items for state employees covered by the
- 5 agreement. If the state legislature or the legislative body of
- 6 any county rejects any of the cost items submitted to them, all
- 7 cost items submitted shall be returned to the parties for
- 8 further bargaining."
- 9 SECTION 3. Section 89-11, Hawaii Revised Statutes, is
- 10 amended by amending subsection (g) to read as follows:
- "(g) The decision of the arbitration panel shall be final
- 12 and binding upon the parties on all provisions submitted to the
- 13 arbitration panel. If the parties have reached agreement with
- 14 respect to the amounts of contributions by the State and
- 15 counties to the Hawaii employer-union health benefits trust fund
- 16 by the tenth working day after the arbitration panel issues its
- 17 decision, the final and binding agreement of the parties on all
- 18 provisions shall consist of the panel's decision and the amounts
- 19 of contributions agreed to by the parties. If the parties have
- 20 not reached agreement with respect to the amounts of
- 21 contributions by the State and counties to the Hawaii employer-



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

1	Agreements reached pursuant to the decision of an
2	arbitration panel and the amounts of contributions by the State
3	and counties to the Hawaii employer-union health benefits trust
4	fund, as provided herein, shall not be subject to ratification
5	by the employees concerned. All items requiring any moneys for
6	implementation shall be subject to appropriations by the
7	appropriate legislative bodies and the employer shall submit all
8	such items within ten days after the date on which the agreement
9	is entered into as provided herein, to the appropriate
10	legislative bodies. The state legislature shall appropriate
11	general funds to pay the employer contributions and other cost
12	items for state employees covered by the decision and resulting
13	agreements."
14	SECTION 4. This Act does not affect rights and duties that
15	matured, penalties that were incurred, and proceedings that were
16	begun before its effective date.
17	SECTION 5. New statutory material is underscored.
18	SECTION 6. This Act shall take effect on July 1, 2015.

INTRODUCED BY: Allershim

JAN 2 3 2015

HB LRB 15-0672.doc

19

4

### Report Title:

Collective Bargaining; General Funds

### Description:

Requires the appropriations of general funds to fund cost items negotiated in collective bargaining agreements or awarded in arbitrations between the bargaining unit and the State.

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

HB LRB 15-0672.doc