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TESTIMONY BY WESLEY K. MACHIDA
DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE
TO THE SENATE COMMITTEE ON JUDICIARY AND LABOR
ON
HOUSE BILL NO. 2307, H.D. 1

March 14, 2016
10:00 a.m.

MAKING APPROPRIATIONS FOR COLLECTIVE BARGAINING COST ITEMS

This measure is a vehicle bill to appropriate and authorize funding for collective bargaining cost items for salary adjustments and other cost adjustments for public employees represented by the Hawaii Government Employees Association belonging to Bargaining Unit 14 and their excluded counterparts for Fiscal Biennium 2015-17.

The Department of Budget and Finance supports this Administration proposal, or a similar one, to fund the arbitration award, which was issued February 22, 2016. It is noted that Act 55, SLH 2015, provided funding for the employees of this new bargaining unit as part of Bargaining Units 3 and 4. The attached proposed House Bill No. 2307, S.D. 1, amends Act 55, SLH 2015, to provide for the additional requirements.

Attachment

A BILL FOR AN ACT

MAKING APPROPRIATIONS FOR COLLECTIVE BARGAINING COST ITEMS.

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

1 SECTION 1. This Act amends Act 55, Session Laws of
2 Hawaii 2015.

3 SECTION 2. Part IX, Act 55, Session Laws of Hawaii is
4 amended by amending Section 17 to read as follows:

5 "SECTION 17. There are appropriated or authorized from the
6 sources of funding indicated below to collective bargaining
7 statewide (BUF 102) the following sums, or so much thereof as
8 may be necessary, to fund for fiscal biennium 2015-2017, all
9 collective bargaining cost items for salary increases and other
10 wage related costs in the agreement negotiated with the
11 exclusive bargaining representative of collective bargaining
12 unit (14):

	<u>FY 2015-2016</u>	<u>FY 2016-2017</u>
13 General Funds	\$1,250,717	\$(2,241,059)
14		<u>6,585,486</u>
15 Special Funds	96,935	[184,471]
16		<u>561,439</u>
17 Interdepartmental Transfers	198,321	[356,026]
18		<u>1,074,879"</u>
19		

SECTION 3. Part X, Act 55, Session Laws of Hawaii is amended by amending Section 19 to read as follows:

"SECTION 19. There are appropriated from the source of funding indicated below to collective bargaining statewide (BUF 102) the following sums, or so much thereof as may be necessary, to fund for fiscal biennium 2015-2017, the salary increases and other cost adjustments authorized by chapter 89C, Hawaii Revised Statutes, for state officers and employees excluded from collective bargaining [~~who belong to the same compensation plans as those officers and employees within collective bargaining~~] unit (14):

	<u>FY 2015-2016</u>	<u>FY 2016-2017</u>
General Funds	\$ 35,975	\$[57,892]
		<u>174,810"</u>

SECTION 4. Statutory material to be repealed is bracketed and stricken. New statutory material is underscored. In printing this Act, the revisor of statutes need not include the bracketed material or the underscoring.

SECTION 5. Nothing in this Act shall affect the validity or continuing effectiveness of any provisions of Act 55, Session Laws of Hawaii 2015, not repealed or modified by this Act.

SECTION 6. This Act shall take effect upon its approval.



HAWAII GOVERNMENT EMPLOYEES ASSOCIATION

AFSCME Local 152, AFL-CIO

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**The Twenty-Eighth Legislature, State of Hawaii
The Senate
Committee on Judiciary and Labor**

**Testimony by
Hawaii Government Employees Association**

March 14, 2016

**H.B. 2307, H.D. 1 – MAKING APPROPRIATIONS
FOR COLLECTIVE BARGAINING COST ITEMS**

The Hawaii Government Employees Association, AFSCME Local 152, AFL-CIO strongly supports the passage of H.B. 2307, H.D. 1 which implements Bargaining Unit 14's arbitrated collective bargaining agreement for fiscal biennium 2015 – 2017.

We respectfully request the Committee insert appropriation amounts to fund the arbitrated decision as delineated in the Governor's Message No. 13, which was transmitted to the Senate on February 24, 2016.

Thank you for the opportunity to testify in strong support of H.B. 2307, H.D. 1.

Respectfully submitted,


for **Randy Perreira**
Executive Director