DAVID Y. IGE GOVERNOR

April 27, 2017

HONOLULU

√The Honorable Ronald D. Kouchi President of the Senate Twenty-Ninth State Legislature State Capitol, Room 409 Honolulu, Hawaii 96813

The Honorable Joseph M. Souki Speaker of the House of Representatives Twenty-Ninth State Legislature State Capitol, Room 431 Honolulu, Hawaii 96813

Dear Senate President Kouchi and Speaker Souki:

The Hawaii Government Employees Association (HGEA) and the public employers have reached a tentative agreement and intend to execute a memorandum of agreement concerning Collective Bargaining Unit 14 (State Law Enforcement Officers) Employer-Union Trust Fund contributions. In accordance with Section 89-10(b), cost items must be submitted to the Legislature for appropriation. The following summaries of the included and excluded requirements of the settlement for the current fiscal biennium are being transmitted to the Legislature for authorization:

 FY 18
 FY 19
 Biennium

 General
 \$195,431
 \$444,106
 \$639,537

Attached is a proposed conference draft bill for Senate Bill No. 926 to fund the award.

Sincerely,

DAVIDYLIGE

Governor, State of Hawaii

#### Attachment

c: Honorable Jill N. Tokuda Honorable Sylvia Luke

S.B. NO. S.D. 1 H.D. 1 C.D. 1 PROPOSED

# A BILL FOR AN ACT

RELATING TO PUBLIC EMPLOYMENT COST ITEMS.

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

| 1  | PART I   |
|----|--|
| 2  | SECTION 1. There are appropriated from the source of             |
| 3  | funding indicated below to health premium payments (BUF 761) the |
| 4  | following sums, or so much thereof as may be necessary, to fund  |
| 5  | for fiscal biennium 2017-2019, the Hawaii employer union health  |
| 6  | benefit trust fund costs in the agreement negotiated with the    |
| 7  | exclusive bargaining representative of collective bargaining     |
| 8  | unit (14):   |
| 9  | FY 2017-2018 FY 2018-2019  |
| 10 | General Funds \$190,905 \$434,255                                |
| 11 | SECTION 2. Funds appropriated by this part shall be              |
| 12 | allotted by the director of finance to the appropriate state     |
| 13 | departments for expenditure in the respective fiscal year for    |
| 14 | the purposes of this part.                                       |
| 15 | PART II  |
| 16 | SECTION 3. There are appropriated from the source of             |
| 17 | funding indicated below to health premium payments (BUF 761) the |

## S.B. NO. 926 S.D. 1 H.D. 1 C.D. 1 PROPOSED

- 1 following sums, or so much thereof as may be necessary, to fund
- 2 for fiscal biennium 2017-2019, the Hawaii employer union health
- 3 benefit trust fund costs authorized by chapter 89C, Hawaii
- 4 Revised Statutes, for state officers and employees who are
- 5 excluded from collective bargaining unit (14):
- 7 General Funds

\$4,526

- \$9,851
- 8 SECTION 4. Funds appropriated by this part shall be
- 9 allotted by the director of finance to the appropriate state
- 10 departments for expenditure in the respective fiscal year for
- 11 the purposes of this part.
- 12 PART III
- 13 SECTION 5. Salary increases and cost adjustments provided
- 14 in this Act for any officer or employee whose compensation is
- 15 paid, in whole or in part, from federal, special, or other funds
- 16 shall be paid wholly or proportionately, as the case may be,
- 17 from the respective funds.
- 18 SECTION 6. Funds appropriated by this Act that are not
- 19 expended or encumbered by June 30, 2018, and June 30, 2019, of
- 20 the respective fiscal years, shall lapse as of those dates.
- 21 SECTION 7. This Act, upon its approval, shall take effect
- 22 on July 1, 2017.

S.B. NO. 926 S.D. 1 H.D. 1 C.D. 1 PROPOSED

#### Report Title:

Public Employment Cost Items

#### Description:

To provide appropriations for collective bargaining cost items and other public employment costs for Unit (14) and their excluded counterparts, including the cost of salary adjustments negotiated between the State and the bargaining unit representative for fiscal biennium 2017-2019.

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