

DAVID Y. IGE

GOV. MSG. NO. 6

May 19, 2020

The Honorable Ronald D. Kouchi President of the Senate Thirtieth State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Scott K. Saiki Speaker of the House of Representatives Thirtieth State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear Senate President Kouchi and Speaker Saiki:

The University of Hawai'i Professional Assembly (UHPA) and the employer reached an agreement concerning collective bargaining for Unit 7 (University of Hawai'i Faculty) on May 12, 2020, pursuant to a contract re-opener, which does not require ratification. In accordance with Section 89-10(b), cost items must be submitted to the Legislature. Because the agreement was not reached in time for costs to be included in the biennium budget, an Administration Proposal was submitted to the 2020 Legislature. The estimated costs are as follows:

	<u>FY 20</u>	<u>FY 21</u>	<u>Biennium</u>
Salaries & Fringe			
General	\$2,327,037	\$8,052,635	\$10,379,672
Special	79,290	254,750	334,040
Federal	47,305	163,521	210,826
Revolving	<u>5,168</u>	18,033	23,201
Total	\$2,458,800	\$8,488,939	\$10,947,739

An agreement with UHPA regarding Employer-Union Trust Fund contribution amounts was previously reached and funded during the 2019 Legislature.

The Honorable Ronald D. Kouchi The Honorable Scott K. Saiki May 19, 2020 Page 2 of 2

Attached is House Bill No. 2305, H.D. 1, S.D. 1, Proposed C.D. 1, to fund the award.

With warmest regards,

David Y. Ige

Governor, State of Hawai'i

Attachment

c: Honorable Donovan M. Dela Cruz Honorable Sylvia Luke

16

Revolving funds

H.B. NO.

2305 H.D. 1 S.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:

PART I				
SECTION 1. This Act is recommended by the governor for				
immediate passage in accordance with section 9 of article VII of				
the Constitution of the State of Hawaii.				
SECTION 2. There are appropriated or authorized from the				
sources 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 2019-2021 all				
collective bargaining cost items in the agreement negotiated				
with the exclusive bargaining representative of collective				
bargaining unit (7):				
FY 2019-2020 FY 2020-2021				
General funds \$2,018,533 \$6,994,742				
Special funds 34,824 112,602				
Federal funds 46,082 159,706				

4,363

15,134

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

- 1 SECTION 3. Funds appropriated by this part shall be
- 2 allotted by the director of finance to the appropriate state
- 3 departments for expenditure in the respective fiscal year for
- 4 the purposes of this part.
- 5 PART II
- 6 SECTION 4. There are appropriated or authorized from the
- 7 sources of funding indicated below to collective bargaining
- 8 statewide (BUF 102) the following sums or so much thereof as may
- 9 be necessary to fund for fiscal biennium 2019-2021 the salary
- 10 increases and other cost adjustments authorized by chapter 89C,
- 11 Hawaii Revised Statutes, for state officers and employees who
- 12 are excluded from collective bargaining and belong to the same
- 13 compensation plans as those officers and employees within
- 14 bargaining unit (7):

15		FY 2019-2020	FY 2020-2021
16	General funds	\$308,504	\$1,057,893
17	Special funds	44,466	142,148
18	Federal funds	1,223	3,815
19	Revolving funds	805	2,899

- 20 SECTION 5. Funds appropriated or authorized by this part
- 21 shall be allotted by the director of finance to the appropriate

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

- 1 state departments for expenditure in the respective fiscal year
- 2 for the purposes of this part.
- 3 PART III
- 4 SECTION 6. Salary increases and cost adjustments provided
- 5 in this Act for any officer or employee whose compensation is
- 6 paid, in whole or in part, from federal, special, or other funds
- 7 shall be paid wholly or proportionately, as the case may be,
- 8 from the respective funds.
- 9 SECTION 7. Funds appropriated or authorized by this Act
- 10 that are not expended or encumbered by June 30, 2021, shall
- 11 lapse as of that date.
- 12 SECTION 8. This Act shall take effect upon its approval.

H.B. NO. 2305 H.D. 1 S.D. 1 C.D. 1 PROPOSED

Report Title:

Relating to Public Employment Cost Items

Description:

Makes emergency appropriations for collective bargaining cost items for the members of Unit (7) and their excluded counterparts, including the cost of salary adjustments negotiated between the State and the bargaining unit representative, for fiscal biennium 2019-2021.

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