THE SENATE THIRTIETH LEGISLATURE, 2019 STATE OF HAWAII S.B. NO. 785

JAN 1 8 2019

A BILL FOR AN ACT

RELATING TO COLLECTIVE BARGAINING.

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

SECTION 1. Section 89-9, Hawaii Revised Statutes, is
amended as follows:

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

The employer and the exclusive representative shall 4 "(a) 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 respective counties to the Hawaii employer-union health benefits 9 trust fund to the extent allowed in subsection (e), and other 10 terms and conditions of employment which are subject to 11 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 concession." 15

16

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



1	"(d) Excluded from the subjects of negotiations are
2	matters of classification, reclassification, [benefits of but
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 that would be inconsistent with the merit principle or
8	the principle of equal pay for equal work pursuant to section
9	76-1 or that 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;



Page 3

Maintain efficiency and productivity, including 1 (6) 2 maximizing the use of advanced technology, in 3 government operations; 4 Determine methods, means, and personnel by which the (7)5 employer's operations are to be conducted; and 6 (8) Take 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 June 10 30, 2007, and except as otherwise provided in this chapter, 11 shall not preclude negotiations over the implementation of management decisions that affect terms and conditions of 12 13 employment that are subject to collective bargaining. Further, 14 this subsection shall not preclude negotiations over the procedures and criteria on promotions, transfers, assignments, 15 16 demotions, layoffs, suspensions, terminations, discharges, or other disciplinary actions as subjects of bargaining during 17 18 collective bargaining negotiations or negotiations over a 19 memorandum of agreement, memorandum of understanding, or other supplemental agreement; provided that such obligation shall not 20 21 compel either party to agree to a proposal or make a concession.



1 Violations of the procedures and criteria so negotiated may 2 be subject to the grievance procedure in the collective 3 bargaining agreement. 4 (e) Negotiations relating to the benefits of and 5 contributions to the Hawaii employer-union health benefits trust 6 fund shall be for the purpose of agreeing upon the benefits 7 under the health benefits plan and amounts [which] that the 8 State and counties shall contribute under [section] sections 9 $87A-32[_{\tau}]$ through 87A-37, toward the payment of the costs for a 10 health benefits plan, as defined in section 87A-1, and group 11 life insurance benefits, and the parties shall not be bound by 12 the benefits and amounts contributed under prior agreements [+ 13 provided that section 89-11 for the resolution of disputes by 14 way of arbitration shall not be available to resolve impasses or 15 disputes relating to the amounts the State and counties shall 16 contribute to the Hawaii employer-union health benefits trust 17 fund]." SECTION 2. Section 89-11, Hawaii Revised Statutes, is 18 19 amended by amending subsection (q) to read as follows: 20 The decision of the arbitration panel shall be final "(q) 21 and binding upon the parties on all provisions submitted to the



1	arbitration panel. [If the parties have reached agreement with
2	respect to the amounts of contributions by the State and
3	counties to the Hawaii employer-union health benefits trust fund
4	by the tenth working day after the arbitration panel issues its
5	decision, the final and binding agreement of the parties on all
6	provisions shall consist of the panel's decision and the amounts
7	of contributions agreed to by the parties. If the parties have
8	not reached agreement with respect to the amounts of
9	contributions by the State and counties to the Hawaii employer-
10	union health benefits trust fund by the close of business on the
11	tenth working day after the arbitration panel issues its
12	decision, the parties shall have five days to submit their
13	respective recommendations for such contributions to the
14	legislature, if it is in session, and if the legislature is not
15	in session, the parties shall submit their respective
16	recommendations for such contributions to the legislature during
17	the next-session of the legislature. In such event, the final
18	and binding agreement of the parties on all provisions shall
19	consist-of the panel's decision and the amounts of contributions
20	established by the legislature by enactment, after the
21	legislature has considered the recommendations for such



Page 5

1 contributions by the parties. It is strictly understood that no 2 member of a bargaining unit subject to this subsection shall be 3 allowed to participate in a strike on the issue of the amounts of contributions by the State and counties to the Hawaii 4 employer-union health benefits trust fund.] The parties shall 5 take whatever action is necessary to carry out and effectuate 6 7 the final and binding agreement. The parties may, at any time 8 and by mutual agreement, amend or modify the panel's decision. 9 Agreements reached pursuant to the decision of an arbitration panel and the amounts of contributions by the State 10 and counties to the Hawaii employer-union health benefits trust 11 fund, as provided [herein,] in this section, shall not be 12 subject to ratification by the employees concerned. All items 13 requiring any moneys for implementation shall be subject to 14 15 appropriations by the appropriate legislative bodies and the employer shall submit all [such] required items within ten days 16 17 after the date on which the agreement is entered into as 18 provided [herein,] in this section, to the appropriate legislative bodies." 19

20 SECTION 3. Statutory material to be repealed is bracketed21 and stricken. New statutory material is underscored.



Page 6

1

2

Page 7

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

_ • INTRODUCED BY:



Report Title: Collective Bargaining; Impasse; EUTF

Description:

Allows the scope of collective bargaining negotiations to include benefits. Allows collective bargaining parties to resolve impasses related to contribution disputes through binding arbitration.

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

