



## EXECUTIVE CHAMBERS

HONOLULU

DAVID Y. IGE  
GOVERNOR

GOV. MSG. NO. 27

April 26, 2022

The Honorable Ronald D. Kouchi  
President of the Senate  
Thirty-First State Legislature  
State Capitol, Room 409  
Honolulu, Hawai'i 96813

✓ The Honorable Scott K. Saiki  
Speaker of the House of Representatives  
Thirty-First State Legislature  
State Capitol, Room 431  
Honolulu, Hawai'i 96813

Dear Senate President Kouchi and Speaker Saiki:

The Hawai'i Government Employees Association (HGEA) and the employer have reached an agreement concerning collective bargaining (CB) for Unit 13 (Professional and Scientific Employees). Notification of ratification of the CB agreement was issued on April 22, 2022. In accordance with Section 89-10(b), cost items must be submitted to the Legislature for appropriation. The following summary of the included and excluded requirements of the settlement for the current fiscal biennium is being transmitted to the Legislature for authorization:

	<u>FY 22</u>	<u>FY 23</u>	<u>Biennium</u>
<u>Salaries &amp; Fringe</u>			
General	\$3,615,151	\$18,430,520	\$22,045,671
Special	1,094,769	4,848,135	5,942,904
Federal	428,031	2,569,989	2,998,020
Other Federal	106,518	599,421	705,939
Trust	53,585	184,826	238,411
Interdepartmental Transfers	171,504	309,022	480,526
Revolving	114,933	410,240	525,173
Other	50,813	290,846	341,659
American Rescue Plan	48,268	49,217	97,485
Special Fund CIP	<u>10,336</u>	<u>53,856</u>	<u>64,192</u>
Total	\$5,693,908	\$27,746,072	\$33,439,980

An agreement with HGEA regarding Employer-Union Trust Fund contribution amounts has also been reached. This was previously funded during the 2021 Legislative Session.

Estimated costs for the third and fourth years of the agreement are also provided for your reference:

	<u>FY 24</u>	<u>FY 25</u>	<u>Biennium</u>
<u>Salaries &amp; Fringe</u>			
General	\$46,479,425	\$73,454,990	\$119,934,415
Special	12,539,569	19,981,348	32,520,917
Federal	6,253,849	9,829,065	16,082,914
Other Federal	1,507,173	2,404,893	3,912,066
Trust	457,034	729,716	1,186,750
Interdepartmental Transfers	823,618	1,323,093	2,146,711
Revolving	1,031,738	1,648,151	2,679,889
Other	691,572	1,087,065	1,778,637
American Rescue Plan	154,386	257,119	411,505
Special Fund CIP	<u>130,653</u>	<u>209,399</u>	<u>340,052</u>
Total	\$70,069,017	\$110,924,839	\$180,993,856

Attached is a proposed draft of Senate Bill No. 2794, S.D. 1, H.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

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# 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. There are appropriated 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 2021-2023 all collective bargaining cost items in the agreement negotiated with the exclusive representative of collective bargaining unit (13):

	<u>FY 2021-2022</u>	<u>FY 2022-2023</u>
General funds	\$1,634,940	\$13,045,838
Special funds	\$479,544	\$3,138,322
Federal funds	\$328,549	\$2,358,216
Other federal funds	\$80,664	\$529,507
Trust funds	\$32,279	\$154,329
Interdepartmental transfers	\$9,036	\$49,421
Revolving funds	\$84,207	\$364,885
Other funds	\$11,325	\$238,873
American Rescue Plan funds	\$28,532	\$29,407

2       Of the above amounts, the following amounts are for the  
3   department of education:

SECTION 2. Funds appropriated by this part shall be allotted by the director of finance to the appropriate state departments for expenditure in the respective fiscal year for the purposes of this part.

SECTION 3. There are appropriated from the sources of funding indicated below to administration (JUD 601) the following sums or so much thereof as may be necessary to fund for fiscal biennium 2021-2023 all collective bargaining cost items in the agreement negotiated with the exclusive representative of collective bargaining unit (13):

	<u>FY 2021-2022</u>	<u>FY 2022-2023</u>
General funds	\$95,723	\$1,394,779
Special funds	\$6,996	\$29,441

SECTION 4. Funds appropriated by this part shall be expended by the chief justice in the respective fiscal year for the purposes of this part.

### PART III

SECTION 5. There are appropriated 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 2021-2023 the salary increases and other cost adjustments authorized by chapter 89C, Hawaii Revised Statutes, for state officers and employees who are excluded from collective bargaining and belong to the same compensation plans as those officers and employees within bargaining unit (13):

	<u>FY 2021-2022</u>	<u>FY 2022-2023</u>
General funds	\$1,773,021	\$3,611,276
Special funds	\$423,295	\$795,479
Federal funds	\$99,482	\$211,773
Other federal funds	\$25,854	\$69,914
Trust funds	\$21,306	\$30,497

6        Of the above amounts, the following amounts are for the  
7 department of education:

SECTION 6. Funds appropriated by this part shall be allotted by the director of finance to the appropriate state departments for expenditure in the respective fiscal year for the purposes of this part.

SECTION 7. There are appropriated from the sources of funding indicated below to administration (JUD 601) the following sums or so much thereof as may be necessary to fund for fiscal biennium 2021-2023 the salary increases and other cost adjustments authorized by chapter 89C, Hawaii Revised Statutes, by the chief justice for state officers and employees who are excluded from collective bargaining and belong to the

1 same compensation plans as those officers and employees within  
 2 bargaining unit (13):

	<u>FY 2021-2022</u>	<u>FY 2022-2023</u>
4 General funds	\$111,467	\$378,627
5 Special funds	\$3,587	\$6,260

6 SECTION 8. Funds appropriated by this part shall be  
 7 expended by the chief justice in the respective fiscal year for  
 8 the purposes of this part.

9 PART V

10 SECTION 9. There is appropriated from the source of  
 11 funding indicated below to Hawaii health systems  
 12 corporation - corporate office (HTH 210) the following sums or  
 13 so much thereof as may be necessary to fund for fiscal  
 14 biennium 2021-2023 the collective bargaining cost items in the  
 15 agreement negotiated with the exclusive representative of  
 16 collective bargaining unit (13) who is assigned to the Hawaii  
 17 health systems corporation:

	<u>FY 2021-2022</u>	<u>FY 2022-2023</u>
19 Special funds	\$103,612	\$702,803

20 SECTION 10. Funds appropriated by this part shall be  
 21 allotted by the director of finance to the Hawaii health systems

corporation for expenditure in the respective fiscal year for the purposes of this part.

### PART VI

SECTION 11. There is appropriated from the source of funding indicated below to Hawaii health systems corporation - corporate office (HTH 210) the following sums or so much thereof as may be necessary to fund for fiscal biennium 2021-2023 the salary increases and other adjustments authorized by chapter 89C, Hawaii Revised Statutes, for state officers and employees who are excluded from collective bargaining, assigned to the Hawaii health systems corporation, and belong to the same compensation plans as those officers and employees within bargaining unit (13):

	<u>FY 2021-2022</u>	<u>FY 2022-2023</u>
Special funds	\$77,735	\$175,830

SECTION 12. Funds appropriated by this part shall be allotted by the director of finance to the Hawaii health systems corporation for expenditure in the respective fiscal year for the purposes of this part.

### PART VII

SECTION 13. Salary increases and cost adjustments provided in this Act for any officer or employee whose compensation is



1 paid, in whole or in part, from federal, special, or other funds  
2 shall be paid wholly or proportionately, as the case may be,  
3 from the respective funds.

4 SECTION 14. The fiscal year 2021-2022 appropriations under  
5 this Act shall not lapse until the end of fiscal  
6 biennium 2021-2023; provided that funds appropriated or  
7 authorized by this Act that are not expended or encumbered by  
8 June 30, 2023, shall lapse as of that date.

9 SECTION 15. This Act shall take effect upon its approval.

**Report Title:**

Public Employment Cost Items

**Description:**

Provides appropriations for collective bargaining cost items for the members of Unit (13) and their excluded counterparts, including the cost of salary adjustments negotiated between the State and the bargaining unit representative for fiscal biennium 2021-2023.

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