# A BILL FOR AN ACT

RELATING TO LABOR.

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

1	SECTION 1. Section 89-9, Hawaii Revised Statutes, is		
2	amended as follows:		
3	1. By amending subsection (d) to read as follows:		
4	"(d) Excluded from the subjects of negotiations are		
5	matters of classification, reclassification, benefits of but not		
6	contributions to the Hawaii employer-union health benefits trust		
7	fund or a voluntary employees' beneficiary association trust;		
8	recruitment; examination; initial pricing; and retirement		
9	benefits except as provided in section 88-8(h). The employer		
10	and the exclusive representative shall not agree to any proposal		
11	that would be inconsistent with the merit principle or the		
12	principle of equal pay for equal work pursuant to section 76-1		
13	or that would interfere with the rights and obligations of a		
14	public employer to:		
15	(1) Direct employees;		
16	(2) Determine qualifications, standards for work, and the		
17	nature and contents of examinations;		

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1	(3)	Hire, promote, transfer, assign, and retain employees
2		in positions;
3	(4)	Suspend, demote, discharge, or take other disciplinary
4		action against employees for proper cause;
5	(5)	Relieve an employee from duties because of lack of
6		work or other legitimate reason;
7	(6)	Maintain efficiency and productivity, including
8		maximizing the use of advanced technology, in
9		government operations;
10	(7)	Determine methods, means, and personnel by which the
11		employer's operations are to be conducted; and
12	(8)	Take such actions as may be necessary to carry out the
13		missions of the employer in cases of emergencies.
14	[ <del>The</del>	employer and the exclusive representative may
15	negotiate	-procedures governing the promotion and transfer of
16	employees	to positions within a bargaining unit; the suspension,
17	demotion,	discharge, or other disciplinary actions taken against
18	employees	within the bargaining unit; and the layoff of
19	employees	within the bargaining unit. Violations of the
20	<del>procedure</del> :	s so negotiated may be subject to the grievance
21	procedure	in the collective bargaining agreement. This

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1	subsection shall not be used to invalidate provisions of
2	collective bargaining agreements in effect on and after June 30,
3	2007; and shall not preclude negotiations over the procedures
4	and criteria on promotions, transfers, assignments, demotions,
5	layoffs, suspensions, terminations, discharges, or other
6	disciplinary actions as a permissive subject of bargaining
7	during collective bargaining negotiations or negotiations over a
8	memorandum of agreement, memorandum of understanding, or other
9	supplemental agreement.
10	Violations of the procedures and criteria so negotiated may
11	be subject to the grievance procedure in the collective
12	bargaining agreement."
13	2. By amending subsection (f) to read as follows:
14	"(f) The repricing of classes within an appropriate
15	bargaining unit may be negotiated as follows:
16	(1) At the request of the exclusive representative and at
17	times allowed under the collective bargaining
18	agreement, the employer shall negotiate the repricing
19	of classes within the bargaining unit. The negotiated
20	repricing actions that constitute cost items shall be
21	subject to the requirements in section 89-10[ $\div$ ]; and

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1	(2)	If repricing has not been negotiated under paragraph
2		(1), the employer of each jurisdiction shall ensure
3		establishment of procedures to periodically review, at
4		least once in five years, unless otherwise agreed to
5		by the parties, the repricing of classes within the
6		bargaining unit. The repricing of classes based on
7		the results of the periodic review shall be at the
8		discretion of the employer. Any appropriations
9		required to implement the repricing actions that are
10		made at the employer's discretion shall not be
11		construed as cost items."
12	SECT	ION 2. Statutory material to be repealed is bracketed
13	and stric	ken. New statutory material is underscored.
14	SECI	ION 3. This Act shall take effect upon its approval.

H.B.NO. 266

### Report Title:

Public Employees; Collective Bargaining

#### Description:

Allows a public employer to negotiate procedures and criteria on promotions, transfers, assignments, demotions, layoffs, suspensions, terminations, discharges, or other disciplinary actions. (HB266 CD1)