

S.B. NO. 2757

JAN 25 2012

A BILL FOR AN ACT

RELATING TO COLLECTIVE BARGAINING COST ITEMS.

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

1 SECTION 1. The purpose of this Act is to provide employer
2 contribution amounts for plan years 2011-2012 and 2012-2013 for
3 Hawaii employer-union health benefits trust fund health benefit
4 plan premiums for public officers and employees pursuant to
5 section 89-11(g), Hawaii Revised Statutes, due to an impasse in
6 negotiations on issues involving the employer-union health
7 benefits trust fund. It is further the purpose of this Act to
8 provide employer plan contributions of a specific dollar amount
9 equivalent to fifty per cent of the premium rates established by
10 the trust fund board for the respective health benefit plan plus
11 fifty per cent of all administrative fees.

12 SECTION 2. The legislature finds that for the employees of
13 collective bargaining unit 11 and for state officers and
14 employees excluded from collective bargaining unit 11 for plan
15 years 2011-2012 and 2012-2013, subject to the applicable
16 provisions of chapters 87A and 89, Hawaii Revised Statutes, the
17 employer monthly contributions to the Hawaii employer-union
18 health benefits trust fund ("trust fund" or "EUTF") are as
19 follows:

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1 (1) The amounts paid by the employer in plan years 2011-2012
 2 and 2012-2013 for July 1, 2011, through December 31, 2011,
 3 and January 1, 2012, through June 30, 2013, for each
 4 employee-beneficiary with no dependent-beneficiaries shall
 5 be:

6 7 8 9 10	BENEFIT PLAN	TOTAL MONTHLY CONTRIBUTION	
		July to December 2011	January 2012 to June 2013
11	a. Medical (90/10 PPO & Chiro)	\$157.06	\$172.52
12	b. Medical (80/20 PPO & Chiro)	\$151.96	\$164.70
13	c. Medical (Kaiser HMO Comp. & Chiro)	\$190.62	\$217.40
14	d. Medical (Kaiser HMO Basic & Chiro)	\$161.28	\$189.72
15	e. Medical (HMSA HMO & Chiro)	\$213.08	\$226.38
16	f. Medical (HDHP & Chiro)	\$144.32	\$171.20
17	g. Prescription Drug	\$ 35.42	\$ 30.70
18	h. Dental	\$ 16.14	\$ 14.58
19	i. Vision	\$ 3.02	\$ 3.02
20	Dual Coverage		
21	j. Medical (Royal State)	\$ 21.74	\$ 21.72
22	k. Medical (HMSA)	\$112.44	\$104.52

23 (2) The amounts paid by the employer in plan years 2011-2012
 24 and 2012-2013 for July 1, 2011, through December 31, 2011,
 25 and January 1, 2012, through June 30, 2013, for each
 26 employee-beneficiary with one dependent-beneficiary shall
 27 be:

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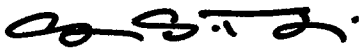
		TOTAL MONTHLY CONTRIBUTION	
	BENEFIT PLAN	July to December 2011	January 2012 to June 2013
1			
2			
3			
4			
5			
6	a. Medical (90/10 PPO & Chiro)	\$381.28	\$418.12
7	b. Medical (80/20 PPO & Chiro)	\$368.86	\$399.14
8	c. Medical (Kaiser HMO Comp. & Chiro)	\$462.36	\$527.54
9	d. Medical (Kaiser HMO Basic & Chiro)	\$391.10	\$460.26
10	e. Medical (HMSA HMO & Chiro)	\$517.24	\$548.90
11	f. Medical (HDHP & Chiro)	\$350.74	\$415.10
12	g. Prescription Drug	\$ 85.98	\$ 74.52
13	h. Dental	\$ 32.30	\$ 29.16
14	i. Vision	\$ 5.58	\$ 5.58
15	Dual Coverage		
16	j. Medical (Royal State)	\$ 53.48	\$ 53.40
17	k. Medical (HMSA)	\$273.04	\$253.06
18	(3) The amounts paid by the employer in plan years 2011-2012		
19	and 2012-2013 for July 1, 2011, through December 31, 2011,		
20	and January 1, 2012, through June 30, 2013, for each		
21	employee-beneficiary with two or more		
22	dependent-beneficiaries shall be:		
23			

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		TOTAL MONTHLY CONTRIBUTION	
		July to December 2011	January 2012 to June 2013
	BENEFIT PLAN		
6	a. Medical (90/10 PPO & Chiro)	\$486.22	\$533.34
7	b. Medical (80/20 PPO & Chiro)	\$470.40	\$509.14
8	c. Medical (Kaiser HMO Comp. & Chiro)	\$590.06	\$673.24
9	d. Medical (Kaiser HMO Basic & Chiro)	\$499.16	\$587.40
10	e. Medical (HMSA HMO & Chiro)	\$659.76	\$700.14
11	f. Medical (HDHP & Chiro)	\$447.64	\$529.90
12	g. Prescription Drug	\$109.76	\$ 95.08
13	h. Dental	\$ 53.16	\$ 47.92
14	i. Vision	\$ 7.32	\$ 7.30
15	Dual Coverage		
16	j. Medical (Royal State)	\$ 60.46	\$ 60.36
17	k. Medical (HMSA)	\$348.22	\$322.90

18 (4) For each employee-beneficiary enrolled in the trust fund
 19 group life insurance plan, the employer shall pay \$4.16 per
 20 month which reflects one hundred per cent of the monthly
 21 premium and administrative fees.

22 SECTION 3. This Act, upon its approval, shall take effect
 23 retroactive to July 1, 2011.
 24

25 INTRODUCED BY: 

26 BY REQUEST

Report Title:

Collective Bargaining Cost Items

Description:

Provides Employer contributions amounts for plan years 2011-2012 and 2012-2013 for Hawaii Employer-Union Health Benefits Trust Fund health benefit plan premiums for the employees of collective bargaining unit 11 and their excluded counterparts.

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

JUSTIFICATION SHEET

DEPARTMENT: Budget and Finance

TITLE: A BILL FOR AN ACT RELATING TO COLLECTIVE BARGAINING COST ITEMS.

PURPOSE: To provide Employer contributions amounts for plan years 2011-2012 and 2012-2013 for Hawaii Employer-Union Health Benefits Trust Fund health benefit plan premiums for the employees of collective bargaining unit 11, and for state officers and employees excluded from collective bargaining unit 11.

MEANS: Enactment of bill setting forth the amounts.

JUSTIFICATION: The Employer and the Hawaii Firefighters Association are at impasse in collective bargaining negotiations, regarding contribution amounts for plan years 2011-2012 and 2012-2013 for Hawaii Employer-Union Health Benefits Trust Fund health benefit plan premiums for public officers and employees. Pursuant to section 89-11(g), Hawaii Revised Statutes, the State's proposed contributions are being submitted via this bill. The approved budget for fiscal years 2011-2012 and 2012-2013 provides for 50 per cent-50 per cent employer-employee contributions. This bill provides contributions consistent with the budgeted amounts.

Impact on the public: Employer-Union Health Benefits Trust Fund appropriations are based on 50 per cent employer 50 per cent employee contributions. Achieving the targeted savings in EUTF premium payments is required as part of the overall plan to balance the State budget.

Impact on the department and other agencies:
The Employer-Union Health Benefits Trust

Fund appropriations in the Department of Budget and Finance for Act 164, Session Laws of Hawaii 2011, are based on 50 per cent employer 50 per cent employee contributions. This will make the employer contributions consistent with the budget.

GENERAL FUND: None.

OTHER FUNDS: None.

PPBS PROGRAM
DESIGNATION: Not applicable.

OTHER AFFECTED
AGENCIES: Judiciary, Hawaii Health Systems Corporation, and Department of Education.

EFFECTIVE DATE: Retroactive to July 1, 2011.