SB 2057



Testimony of the HAWAII STATE BAR ASSOCIATION

- TO: Senator Clayton Hee and Members of the Senate Committee on Judiciary and Labor
- FROM: Carol K. Muranaka President, Hawaii State Bar Association
- RE: Senate Bill No. 2057 Relating to Salaries
- Hearing: Monday, February 27, 2012, 10:00 a.m. Conference Room 016 State Capitol

Mr. Chair and Members of the Senate Committee on Judiciary and Labor, I have been authorized by the Board of the Hawaii State Bar Association to offer these comments IN SUPPORT of Senate Bill No. 2057.

Our SUPPORT is limited to provisions relating to ambiguities with regard to judicial salary levels.

Act 57, SLH 2011 established a reduction in judicial salaries from July 1, 2009 through December 31, 2013. As mandated by the Hawaii State Constitution (as amended in 2006), a Salary Commission will convene in 2012 and will submit its findings and recommendations to the 2013 Legislature for consideration. Such recommendations take effect, if not disapproved during the 2013 Legislature.

A potential conflict may occur for judicial salary levels if the 2012 Salary Commission recommendations take effect on July 1, 2013, the year following its establishment, consistent with the prior Salary Commission recommendations. There is a potential for two salary levels to exist from July 1, 2013 through December 31, 2013.

It is imperative that this potential conflict be eliminated to provide certainty and fairness to all individuals willing to serve as judges and justices in Hawaii's Judiciary.

Your favorable and expeditious consideration of Senate Bill No. 2057 is urged.

OFFICERS

Carol K. Muranaka, President Craig P. Wagnild, President-Elect Calvin E. Young, Vice-President Ronette M. Kawakami, Secretary Jodi Kimura Yi, Treasurer

DI RECTORS

Nadine Y. Ando Russ S. Awakuni Steven J.T. Chow Vladimir Devens David C. Farmer Rhonda L. Griswold Geraldine N. Hasegawa (East Hawaii) Carol S. Kitaoka (West Hawaii) Derek R. Kobayashi Laurel K.S. Loo (Kauai) Gregory K. Markham Timothy P. McNulty (Maui) Mark M. Murakami Suzanne T. Terada Alika M. Piper

YLD PRESIDENT John G. Roth

IMMEDIATE PAST PRESIDENT Louise K.Y. Ing

HSBA/ABA DELEGATE James A. Kawachika

EXECUTIVE DIRECTOR Patricia Mau-Shimizu



The Judiciary, State of Hawaii

Testimony to the Senate Committee on Judiciary and Labor Senator Clayton Hee, Chair Senator Maile S.L. Shimabukuro, Vice Chair

and

Senate Committee on Ways and Means Senator David Y. Ige, Chair Senator Michelle N. Kidani

Monday, February 27, 2012, 10:00 a.m. State Capitol, Conference Room 016

by Rodney A. Maile Administrative Director of the Courts

Bill No. and Title: Senate Bill No. 2057, Relating to Salaries.

Purpose: To correct ambiguities in Act 57, SLH 2011 (Act 57), relating to compensation for executive, judicial, and legislative officials.

Judiciary's Position:

The Judiciary supports this measure.

Act 57's salary reductions for executive and judicial officials, which extend through December 31, 2013, may conflict with future salary recommendations. The Commission on Salaries will convene in 2012 and develop salary recommendations for consideration by the 2013 Legislature as mandated by Article XVI, section 3.5 of the Hawai'i Constitution (Article XVI). Based on past practice, these recommendations will presumably include salary rates for executive and judicial officials for the salary year July 1, 2013 through June 30, 2014, as well as for all legislative, executive, and judicial officials for the five fiscal years following Fiscal Year 2014.



Senate Bill No. 2057, Relating to Salaries Senate Committee on Judiciary and Labor Senate Committee on Ways and Means Monday, February 27, 2012 Page 2

In addition, while Article XVI requires any salary decrease to apply to all salaried officers, Act 57 provides that effective January 1, 2014, executive and judicial officials will be paid at the rate effective July 1, 2009, while legislators are compensated at the January 1, 2014 rate.

Senate Bill No. 2057 avoids the possibility of conflicting salary mandates by providing that the current salary reductions and deferment of salary increases end on June 30, 2013. Additionally, this bill ensures that effective July 1, 2013, all affected salaries will revert to levels established by the 2006 Commission on Salaries. This bill preserves the integrity of the work of the 2006 Commission, and clears the way for the 2012 Commission on Salaries to fulfill its responsibility to determine new salary rates for executive and judicial officials effective July 1, 2013, and for legislative officials effective January 1, 2015. This measure adopts a fair and even-handed approach to deferring salary increases for all salaried officials.

Thank you for the opportunity to testify on Senate Bill No. 2057.