SB2816

TESTIMONY BY KALBERT K. YOUNG DIRECTOR, DEPARTMENT OF BUDGET AND FINANCE STATE OF HAWAII TO THE SENATE COMMITTEE ON JUDICIARY AND LABOR ON SENATE BILL NO. 2816

February 4, 2014

MAKING AN APPROPRIATION TO SUPPORT UNIVERSITY OF HAWAII COLLECTIVE BARGAINING COSTS

This measure provides a general fund appropriation to support employment costs for Collective Bargaining Unit (7) and its excluded counterparts.

The Department of Budget and Finance supports this measure. Funding for collective bargaining costs for Collective Bargaining Unit (7) and its excluded counterparts was previously provided by University of Hawaii special funds. This measure provides a general fund appropriation to support employment costs for those employees instead.

Originally, the Administration's approach was to include the collective bargaining support funding in the Executive Supplemental Budget; however, recent discussions with legislative leadership have indicated that their preference is to have the funding in a specific appropriation measure. Their rationale is that the usual process that the Legislature uses to authorize funding for collective bargaining costs is through specific appropriations.

Because of this change in approach to the funding vehicle, please be advised that the Legislature should account for budgeted funding versus funding via this bill as a separate appropriation. In the alternative, the Administration may be submitting a Governor's Budget Message in the near future to reduce the funding support that is currently included in the Executive Supplemental Budget if that would be preferable to aid in the efficiency of the legislative process.

Testimony Submitted to the
Senate Committee on Judiciary & Labor
February 4, 2014 at 10:00am
by
David Lassner
Interim President
University of Hawaii

SB 2816 – MAKING AN APPROPRIATION TO SUPPORT UNIVERSITY OF HAWAII COLLECTIVE BARGAINING COSTS

Chair Hee, Vice Chair Shimabukuro and members of the committee:

The University of Hawai'i strongly supports Senate Bill 2816, making an appropriation to support University of Hawai'i collective bargaining agreement costs for Unit 7 members and their excluded counterparts.

This is a high priority included in the Board of Regents Budget Request and is fully supported by the Governor in the Executive Budget Request.

These funds represent the restoration of general funds for faculty salaries that were reduced during the recession, as well as for the modest 3% salary increases that were negotiated for each year of this biennium. This funding request is fully consistent with the appropriations made for all other public employee collective bargaining unit settlements.

The funding requested in this bill is an important cornerstone for supporting the financial sustainability of the University of Hawai'i system and for enabling us to provide the 21st-century facilities for learning our students need and deserve. We consider this item to be our highest funding priority within our FY15 supplemental operating budget.

We respectfully ask for legislative support for the restoration of faculty salaries to their base levels, as was done for all other collective bargaining units, and for these modest negotiated collective bargaining increases that are consistent with all other collective bargaining settlements for this biennium.

Thank you for the opportunity to testify in strong support of Senate Bill 2816.

HGEA A F S C M E

HAWAII GOVERNMENT EMPLOYEES ASSOCIATION

AFSCME Local 152, AFL-CIO

RANDY PERREIRA, Executive Director • Tel: 808.543.0011 • Fax: 808.528.0922

The Twenty-Seventh Legislature, State of Hawaii The Senate Committee on Judiciary and Labor

Testimony by Hawaii Government Employees Association February 4, 2014

S.B. 2816 – MAKING AN APPROPRIATION TO SUPPORT UNIVERSITY OF HAWAII COLLECTIVE BARGAINING COSTS

The Hawaii Government Employees Association, AFSCME Local 152, AFL-CIO supports the purpose and intent of S.B. 2816, which provides a general fund appropriation to support the employment costs for collective bargaining unit 7 and its excluded counterparts. Expedient passage of this measure will ensure that the mutually agreed upon collective bargaining contracts will be funded.

Thank you for the opportunity to testify in support of S.B. 2816.

Respectfully submitted,

Randy Perreira Executive Director

