



EXECUTIVE CHAMBERS  
HONOLULU

DAVID Y. IGE  
GOVERNOR

February 24, 2016

**GOV. MSG. NO. 12**

The Honorable Joseph M. Souki  
Speaker of the House of Representatives  
Twenty-Eighth State Legislature  
State Capitol  
Honolulu, Hawaii 96813

Dear Speaker Souki:

An arbitration award was issued for the Hawaii Government Employees Association (HGEA) concerning Collective Bargaining Unit 14 (State Law Enforcement Officers) on February 22, 2016. In accordance with Section 89-10(b), cost items must be submitted to the Legislature. Because this award was not issued in time for costs to be included in the biennium budget, an administration proposal was submitted to the 2016 Legislature. The estimated costs are as follows:

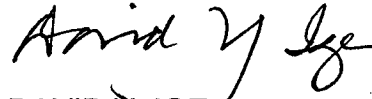
	<u>FY 16</u>	<u>FY 17</u>	<u>Biennium</u>
<u>Salaries &amp; Fringe</u>			
General	\$1,286,692	\$6,760,296	\$8,046,988
Special	96,935	561,439	658,374
Interdept. Transfers	<u>198,321</u>	<u>1,074,879</u>	<u>1,273,320</u>
Total	\$1,581,948	\$8,396,614	\$9,978,562

Unit 14 is a new bargaining unit formed from employees formerly in Bargaining Units 3 and 4. Act 55, SLH 2015, provided funding to continue providing increases like Units 3 and 4, including Employer-Union Trust Fund contribution amounts. FY 16 requirements are unchanged from Act 55, while FY 17 appropriations represent an increase of about \$5.6 million.

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Attached is a proposed House Bill No. 2307, H.D. 2, to fund the award.

Sincerely,

A handwritten signature in black ink, appearing to read "David Y. Ige". The signature is fluid and cursive, with the first name "David" and last name "Ige" clearly legible.

DAVID Y. IGE  
Governor, State of Hawaii

Attachment

c: Honorable Sylvia Luke