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**A BILL FOR AN ACT**

MAKING AN APPROPRIATION FOR COLLECTIVE BARGAINING COST ITEMS  
RELATED TO THE TRANSITION OF MAUI REGION HOSPITALS.

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

1       SECTION 1. The purpose of this Act is to make an  
2       appropriation for collective bargaining cost items to facilitate  
3       the transition of affected Maui region hospital employees to  
4       employment with Maui Health Systems, a Kaiser Hospital LLC. The  
5       transition of the operations of the Maui region hospitals was  
6       approved by the legislature pursuant to Act 103, Session Laws of  
7       Hawaii 2015, and a subsequent transfer agreement approved by the  
8       governor, Maui region board of directors, Hawaii health systems  
9       corporation, and Kaiser Foundation Hospitals on January 14,  
10      2016.

11       Pursuant to section 89-10, Hawaii Revised Statutes,  
12      requests for appropriations for collective bargaining cost items  
13      negotiated between the employer and exclusive representatives  
14      are to be presented to the legislature for their consideration.  
15      This measure is requesting general fund appropriations to make  
16      payments to affected Maui region hospital employees pursuant to  
17      supplemental agreements negotiated between the employer and

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1 exclusive representatives after the transfer agreement was  
2 approved.

3 The appropriations for these respective supplemental  
4 agreements will ensure that operations will not be negatively  
5 impacted and the health care of the community will not be  
6 compromised.

7 SECTION 2. There is appropriated out of the general  
8 revenues of the State of Hawaii, the sum of \$ , or so  
9 much thereof as may be necessary, for fiscal year for  
10 collective bargaining cost items to facilitate the transition of  
11 affected Maui region hospital employees from employment with the  
12 Maui region hospitals to Maui Health Systems, a Kaiser Hospital  
13 LLC.

14 The sum appropriated shall be expended by the department of  
15 budget and finance for the purposes of this Act.

16 SECTION 3. The appropriations made under section 2 shall  
17 not lapse at the end of the fiscal year for which the  
18 appropriations are made; provided that all moneys from the  
19 appropriation unencumbered as of June 30, 2018, shall lapse as  
20 of that date.

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1 SECTION 4. This Act shall take effect upon its approval.

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INTRODUCED BY:

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BY REQUEST

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JAN 23 2017

**Report Title:**

Appropriation; Collective Bargaining Cost Items

**Description:**

Makes an appropriation to department of budget and finance for collective bargaining cost items related to the transition of the operation of Maui regional hospitals to Maui Health Systems, a Kaiser Hospital.

*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 MAKING AN APPROPRIATION FOR COLLECTIVE BARGAINING COST ITEMS RELATED TO THE TRANSITION OF MAUI REGION HOSPITALS

PURPOSE: Makes an appropriation to department of budget and finance for collective bargaining cost items related to the transition of the operation of Maui regional hospitals to Maui Health Systems, a Kaiser Hospital.

MEANS: By the submittal of a specific appropriation measure.

JUSTIFICATION: Appropriations by the Legislature are necessary to cover the additional cost of implementing supplemental collective bargaining agreements negotiated between the State and the respective exclusive bargaining representative for bargaining unit employees affected by the transition of Maui region hospitals to Maui Health Systems, a Kaiser Hospital.

The appropriations for these respective supplemental agreements will ensure that operations will not be negatively impacted and the health care of the community will not be compromised.

Impact on the public: Ensure that Maui Region hospital operations will not be negatively impacted and the health care of the community will not be compromised.

Impact on the department and other agencies: None.

GENERAL FUND: To be determined.

OTHER FUNDS: None.

PPBS PROGRAM

DESIGNATION:

BUF 102, Collective Bargaining Statewide.

OTHER AFFECTED

AGENCIES:

Hawaii Health Systems Corporation.

EFFECTIVE DATE:

Upon approval.