

STAND. COM. REP. NO.

380

Honolulu, Hawaii

, 2023

FEB 14

RE: H.B. No. 1138

H.D. 1

Honorable Scott K. Saiki
Speaker, House of Representatives
Thirty-Second State Legislature
Regular Session of 2023
State of Hawaii

Sir:

Your Committee on Labor & Government Operations, to which was referred H.B. No. 1138 entitled:

"A BILL FOR AN ACT RELATING TO EMPLOYEES OF HAWAII HEALTH SYSTEMS CORPORATION,"

begs leave to report as follows:

The purpose of this measure is to require the Legislature to appropriate monies to fund pay raises for public employees of the Hawaii Health Systems Corporation; provided that the pay raises are agreed to through a collective bargaining or arbitration process.

Your Committee received testimony in support of this measure from the Hawaii Health Systems Corporation; and United Public Workers, AFSCME Local 646, AFL-CIO.

Your Committee finds that the Hawaii Health Systems Corporation is bound by the public sector union collective bargaining pay increases that are negotiated by the State or awarded through arbitration. Salaries and benefits expenses comprise approximately eighty percent of Hawaii Health Systems Corporation's total operating expenses, and collective bargaining pay raises, therefore, represent a significant cost burden that Hawaii Health Systems Corporation's facilities are ill-equipped to

2023-1509 HB1138 HD1 HSCR HMSO



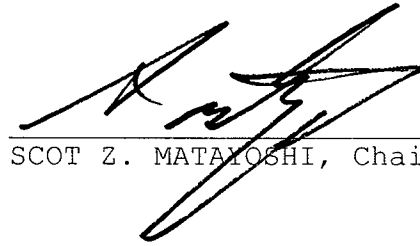
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absorb. This measure will help the Hawaii Health Systems Corporation pay for these costs.

Your Committee has amended this measure by changing the effective date to June 30, 3000, to encourage further discussion.

As affirmed by the record of votes of the members of your Committee on Labor & Government Operations that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1138, as amended herein, and recommends that it pass Second Reading in the form attached hereto as H.B. No. 1138, H.D. 1, and be referred to your Committee on Finance.

Respectfully submitted on
behalf of the members of the
Committee on Labor & Government
Operations,



SCOT Z. MATAYOSHI, Chair



Record of Votes of the Committee on Labor & Government Operations

Bill/Resolution No.: HB 1138	Committee Referral: LGO, FIN	Date: 2/9/23		
<input type="checkbox"/> The committee is reconsidering its previous decision on the measure.				
The recommendation is to: <input type="checkbox"/> Pass, unamended (as is) <input checked="" type="checkbox"/> Pass, with amendments (HD) <input type="checkbox"/> Hold <input type="checkbox"/> Pass short form bill with HD to recommit for future public hearing (recommit)				
LGO Members	Ayes	Ayes (WR)	Nays	Excused
1. MATAYOSHI, Scot Z. (C)	✓			
2. GARRETT, Andrew Takuya (VC)	✓			
3. KAPELA, Jeanne	✓			
4. MARTINEZ, Rose	✓			
5. SAYAMA, Jackson D.	✓			
6. TAM, Adrian K.	✓			
7. ALCOS III, David	✓			
TOTAL (7)	7			
The recommendation is: <input checked="" type="checkbox"/> Adopted <input type="checkbox"/> Not Adopted If joint referral, _____ did not support recommendation. <small style="margin-left: 100px;">committee acronym(s)</small>				
Vice Chair's or designee's signature: _____ 				
Distribution: Original (White) – Committee Duplicate (Yellow) – Chief Clerk's Office Duplicate (Pink) – HMSO				