EXECUTIVE ORDER NO. 21-02 (Civil Service and Exempt Employees Excluded from Bargaining Units 1, 2, and 3)

WHEREAS, under chapter 89C of the Hawaii Revised Statutes (HRS), the Governor is granted the authority to make adjustments to the wages, hours, benefits, and other terms and conditions of employment for elected and appointed officials, and employees in the executive branch who are excluded from collective bargaining coverage; and

WHEREAS, for excluded employees who are civil service employees under the same classification systems as employees within collective bargaining units, HRS chapter 89C requires that the adjustments be "not less than" those provided under the collective bargaining agreements for employees hired on a comparable basis; and

WHEREAS, HRS chapter 89C also requires that the adjustments for excluded civil service employees result in compensation and benefit packages that are "at least equal to" the compensation and benefit packages provided under collective bargaining agreements for counterparts and subordinates within the Employer's jurisdiction; and

WHEREAS, HRS chapter 89C provides that each appropriate authority shall determine the adjustments that are relevant for their respective excluded employees who are exempt from civil service in consideration of the compensation and benefit packages provided for other employees in comparable agencies; and

WHEREAS, the State, Judiciary, Hawai'i Health Systems Corporation, City and County of Honolulu, and counties of Hawai'i, Maui and Kauai have entered into tentative agreements with the United Public Workers (UPW), as the exclusive representative for Bargaining Unit (BU) 1 and with the Hawaii Government Employees

- 1 -

Association (HGEA), as the exclusive representative for Bargaining Units (BUs) 2 and 3 for the collective bargaining agreement covering July 1, 2021 through June 30, 2023; and which terms and conditions have been accepted and ratified by the respective bargaining unit(s); and

WHEREAS, consistent with the agreed-upon terms and conditions, the Director of Human Resources Development has recommended to the Governor the adjustments specified in this executive order for civil service and exempt employees within the executive branch who are excluded from BUs 1, 2, and 3.

NOW, THEREFORE, I, David Y. Ige, Governor of Hawai'i, pursuant to my executive authority under articles V and VII of the Constitution of the State of Hawai'i, the provisions of chapters 37 and 89C of the Hawaii Revised Statutes, and all other applicable authority, do hereby order effective July 1, 2021 through June 30, 2023, the following for civil service and exempt employees excluded from BUs 1, 2, and 3; and Excluded Managerial Compensation Plan (EMCP) employees excluded from BU 2.

- A. Wages/Salaries
 - 1. Adjustments for non-EMCP civil service and exempt employees excluded from BU 1 (Attachment A).
 - 2. Adjustments for non-EMCP civil service and exempt employees excluded from BU 2 (Attachment B).
 - 3. Adjustments for non-EMCP civil service and exempt employees excluded from BU 3 (Attachment C).
 - 4. Adjustments for EMCP employees excluded from BU 2 (Attachment D).
- B. Hawai'i Employer-Union Health Benefits Trust

This adjustment is applicable to civil service and exempt employees excluded from BU 1, 2, 3, and EMCP employees excluded from BU 2 (Attachment E).

- C. Duration Reopener
 - 1. Adjustments for non-EMCP civil service and exempt employees excluded from BU 1 (Attachment F).
 - 2. Adjustments for non-EMCP civil service and exempt employees excluded from BU 2, and EMCP employees excluded from BU 2 (Attachment G).
 - 3. Adjustments for non-EMCP civil service and exempt employees excluded from BU 3 (Attachment H).

IT IS FURTHER ORDERED that this executive order does not apply to: (1) employees of public charter schools, the Department of Education and the University of Hawai'i; (2) 89-day non-civil service appointments and exempt appointments less than or equal to 89 days; and (3) those executive branch employees whom I later determine shall not receive the aforementioned adjustments; and

IT IS FURTHER ORDERED that this executive order is not intended to

create, and does not create, any rights or benefits, whether substantive or procedural,

or enforceable at law or in equity, against the State of Hawai'i or its agencies,

departments, entities, employees, or any other person; and

IT IS FURTHER ORDERED that these provisions are subject to amendment by executive order.

The Director of Human Resources Development shall be responsible for the uniform administration of this executive order and is authorized to make any interpretations concerning the applicability of these adjustments to the employees of the State government executive branch who are excluded from collective bargaining coverage.

DONE at the State Capitol, Honolulu, State of Hawai'i, this <u>8th</u> day of <u>July</u>, 2021.

Parid y Log DAVID Y.

Governor

APPROVED AS TO FORM:

CLARE E. CONNORS Attorney General

Attachment A

This adjustment is applicable to non-EMCP civil service and exempt employees excluded from BU 1.

	IG Unit 01 VE AGREEMENT
Employe	- KIW
Union	ECH
Date	4/17/21

1	Delete exis	ting language in its entirety and replace with the following:
2		
3	SECTION 2	23. WAGES.
4		
5	<u>23.01</u>	SALARY ADJUSTMENTS.
6		
7	<u>23.01 a.</u>	<u>Effective July 1, 2021 to June 30, 2022, the salary schedule in</u>
8		effect on June 30, 2021 shall be designated as Exhibit A.
9		Employees shall be assigned from their existing pay range and step
10		to the corresponding pay range and step in Exhibit A.
11		
12		Effective July 1, 2021 to June 30, 2022, Employees not
13		administratively assigned to the salary schedule shall continue to
14		receive their June 30, 2021 basic rate of pay.
15		
16	<u>23.01 b.</u>	Effective July 1, 2021, Employees receiving a Shortage Differential
17		(SD) as of June 30, 2021, shall retain the differential; provided that,
18		nothing herein shall preclude adjustment of the shortage differential
19		at a later date or preclude elimination of the SD upon termination of
20		the shortage category declaration or movement of an Employee to
21		a class or position without SD.
22		
23		This agreement does not constitute negotiation of shortage rates
24		and the Employer maintains the right to determine these amounts.

Signature: Ryker J. Wada

This adjustment is applicable to non-EMCP civil service and exempt employees excluded from BU 2.

Bargaining Unit 02
TENTATIVE AGREEMENT
Employer_//W
Union Pla
Date 420 21

1	ARTICLE 51 – SALARIES
2	
3	Delete existing language in its entirety and replace with the following:
4	
5	A. The salary schedule in effect on June 30, 2021 shall be
6	designated as Exhibit A.
7	
8	B. Salary Schedule
9	
10	1. The salary schedule designated as Exhibit A shall be effective
11	for the period July 1, 2021 to and including June 30, 2022.
11 12	for the period July 1, 2021 to and including June 30, 2022.
	<u>for the period July 1, 2021 to and including June 30, 2022.</u> <u>2.</u> Following B.1 above, Employees shall be placed on the
12	
12 13	2. Following B.1 above, Employees shall be placed on the
12 13 14	2. Following B.1 above, Employees shall be placed on the
12 13 14 15	2. Following B.1 above, Employees shall be placed on the corresponding pay range and step of Exhibit A.
12 13 14 15 16	 <u>2.</u> Following B.1 above, Employees shall be placed on the corresponding pay range and step of Exhibit A. <u>3.</u> Employees not administratively assigned to the salary

Signature: Ryker J. Wada

This adjustment is applicable to non-EMCP civil service and exempt employees excluded from BU 3.

_
_

1	ARTICLE 53 – SALARIES
2	
3	Delete existing language in its entirety and replace with the following:
4	
5	A. The salary schedule in effect on June 30, 2021 shall be
6	designated as Exhibit A.
7	
8	B. Salary Schedule
9	
10	1. The salary schedule designated as Exhibit A shall be effective
11	for the period July 1, 2021 to and including June 30, 2022.
12	
13	2. Following B.1 above, Employees shall be placed on the
14	corresponding pay range and step of Exhibit A.
15	
16	3. Employees not administratively assigned to the salary
17	schedule shall continue to receive their June 30, 2021 basic rate of pay for
18	the period July 1, 2021 to and including June 30, 2022.

Signature: Ryker J. Wada

SALARIES

Applicable to EMCP employees excluded from BU 2

The salary schedule in effect on June 30, 2021 shall continue to be in effect through June 30, 2022 and shall be designated as Exhibit 1. Employees shall continue to receive their existing pay from July 1, 2021 through June 30, 2022.

This adjustment is applicable to civil service and exempt employees excluded from BUs 1, 2, and 3; and EMCP employees excluded from BU 2.

1			
2	НАИ	AI'I EMPLOYER-UNION HEAL TH BENEFITS TRU	ST FUND
3	Delete the	existing language In this Section/Article in Its enti	rety and replace
4	with the fo	llowing:	
5			
6	Α.	<u>"Health Benefit Plan" shall mean the medical PP</u>	<u>O, HMO, prescription</u>
7		drug, dental, vision and dual coverage medical p	<u>lans.</u>
8 9	В.	Effective July 1, 2021	
10 11	<u>Subj</u>	ect to the applicable provisions of Chapter 87A ar	nd 89, Hawaii Revised
12	<u>Statutes, t</u>	ne Employer shall pay monthly contributions whic	<u>h include the cost of</u>
13	<u>any Hawaii</u>	Employer-Union Health Benefits Trust Fund (Trus	<u>st Fund)</u>
14	<u>administra</u>	tive fees to the Trust Fund effective July 1, 2021, I	not to exceed the
15	<u>monthly co</u>	ontribution amounts as specified below:	
16			
17	1.	For each Employee-Beneficiary with no depe	endent-beneficiaries
18	<u>enrolled in</u>	<u>the following Trust Fund health benefit plans:</u>	
19			
20	BEN	EFIT PLAN TOTAL EN	MPLOYER MONTHLY
21		<u>c</u>	CONTRIBUTION
22	<u>a.</u>	Medical (PPO or HMO) (medical, drug & chiro)	<u>\$428.78</u>
23	<u>b.</u>	Dental	<u>\$ 22.14</u>
24	<u>C.</u>	Vision	<u>\$ 3.68</u>
25	<u>d.</u>	Dual coverage (medical & drug)	\$ 22.74
26			
27		<u>The Employer shall pay the same monthly contr</u>	ribution for each
28	membe	r enrolled in a self only medical plan (PPO or HMC)), regardless of
29	<u>which p</u>	<u>lan is chosen; provided that the dollar amount co</u>	<u>ntributed by the</u>

1	<u>Employer shall not cause the employer share to exceed 84.3% of the total</u>
2	premium.
3	
4	2. For each Employee-Beneficiary with one dependent-beneficiary
5	enrolled in the following Trust Fund health benefit plans:
6	
7	BENEFIT PLAN TOTAL EMPLOYER MONTHLY
8	CONTRIBUTION
9	a. Medical (PPO or HMO) (medical, drug & chiro) \$1,041.40
10	<u>b. Dental \$44.28</u>
11	<u>c. Vision \$ 6.84</u>
12	d. Dual coverage (medical & drug) \$42.90
13	
14	<u>The Employer shall pay the same monthly contribution for each member</u>
15	<u>enrolled in a two-party medical plan (PPO or HMO), regardless of which plan is</u>
16	<u>chosen; provided that the dollar amount contributed by the Employer shall not</u>
17	<u>cause the employer share to exceed 84.3% of the total premium.</u>
18	
19	3. For each Employee-Beneficiary with two or more dependent-
20	<u>beneficiaries enrolled in the following Trust Fund health benefit plans:</u>
21	
22	BENEFIT PLAN TOTAL EMPLOYER MONTHLY
23	CONTRIBUTION
24	a. Medical (PPO or HMO) (medical, drug & chiro) \$1,327.70
25	b. Dental <u>\$ 72.78</u>
26	<u>c. Vision \$ 8.94</u>
27	d. Dual coverage (medical & drug) \$ 46.72
28	

1	<u>The Employer shall pay the same monthly contribution for each member</u>
2	<u>enrolled in a family medical plan (PPO or HMO), regardless of which plan is</u>
3	<u>chosen; provided that the dollar amount contributed by the Employer shall not</u>
4	cause the employer share to exceed 84.3% of the total premium.
5	
6	4. For each Employee-Beneficiary enrolled in the Trust Fund group
7	<u>life insurance plan, the Employer shall pay \$4.12 per month which reflects one</u>
8	<u>hundred percent (100%) of the monthly premium and any administrative fees.</u>
9	
10	C. <u>Effective July 1, 2022</u>
11	
12	Subject to the applicable provisions of Chapter 87A and 89, Hawaii Revised
13	<u>Statutes, effective July 1, 2022 for plan year 2022-2023, with the exception of</u>
14	items C1d., C2d., C3d., and C4., which shall be as described below, the Employer
15	<u>shall pay a specific dollar amount equivalent to sixty percent (60%) of the final</u>
16	<u>premium rates established by the Trust Fund Board for the respective health</u>
17	<u>benefit plan, plus sixty percent (60%) of any administrative fees.</u>
18	
19	1. <u>The amounts paid by the Employer shall be based on the plan year</u>
20	2022-2023 final monthly premium rates established by the Trust Fund for each
21	Employee-Beneficiary with no dependent-beneficiaries enrolled in the following
22	<u>Trust Fund health benefit plans:</u>
23	
24	BENEFIT PLAN
25	a. Dental
26	b. Vision
27	c. Dual coverage (medical & drug)
28	

1	d. Medical (PPO or HMO) (medical, drug & chiro) - the Employer shall
2	<u>pay the same monthly contribution for each member enrolled in a self only</u>
3	<u>medical plan, regardless of which plan is chosen. The amount shall be based on</u>
4	<u>60% of the total premium of the HMSA 80-20 medical plan (with drug & chiro),</u>
5	provided that the dollar amount contributed by the Employer shall not cause the
6	<u>employer share to exceed 84.3% of the total premium.</u>
7	
8	2. <u>The amounts paid by the Employer shall be based on the plan year</u>
9	<u>2022-2023 final monthly premium rates established by the Trust Fund for each</u>
10	<u>Employee-Beneficiary with one dependent-beneficiary enrolled in the following</u>
11	<u>Trust Fund health benefit plans:</u>
12	
13	BENEFIT PLAN
14	
15	a. Dental
16	b. Vision
17	<u>c. Dual coverage (medical & drug)</u>
18	
19	d. Medical (PPO or HMO) (medical, drug & chiro) - the Employer shall
20	<u>pay</u> the same monthly contribution for each member enrolled in a two-party
21	<u>medical plan, regardless of which plan is chosen. The amount shall be based on</u>
22	<u>60% of the total premium of the HMSA 80-20 medical plan (with drug & chiro),</u>
23	provided that the dollar amount contributed by the Employer shall not cause the
24	<u>employer share to exceed 84.3% of the total premium.</u>
25	
26	3. The amounts paid by the Employer shall be based on the plan year
27	<u>2022-2023 final monthly premium rates established by the Trust Fund for each</u>
28	<u>Employee-Beneficiary with two or more dependent-beneficiaries enrolled in the</u>
29	following Trust Fund health benefit plans:

1	
2	BENEFIT PLAN
3	
4	a. Dental
5	b. Vision
6	<u>c. Dual coverage (medical & drug)</u>
7	
8	d. Medical (PPO or HMO) (medical, drug & chiro) - the Employer shall
9	pay the same monthly contribution for each member enrolled in a family medical
10	plan, regardless of which plan is chosen. The amount shall be based on 60% of
11	the total premium of the HMSA 80-20 medical plan (with drug & chiro), provided
12	that the dollar amount contributed by the Employer shall not cause the employer
13	share to exceed 84.3% of the total premium.
14	
15	4. <u>For each Employee-Beneficiary enrolled in the Trust Fund group life</u>
16	insurance plan, the Employer shall pay one hundred percent (100%) of the
17	monthly premium and any administrative fees.
18	
19	D. <u>No later than three (3) weeks after the Trust Fund Board formally</u>
20	<u>establishes and adopts the final premium rates for Fiscal Year 2022 – 2023, the</u>
21	Office of Collective Bargaining shall distribute the final calculation of the
22	Employers' monthly contribution amounts for each health benefit plan.
23	
24	E. <u>Payment for Plans Eliminated or Abolished. The Employer shall</u>
25	make no payments for any and all premiums for any portion or part of a Trust
26	Fund health benefit plan that the Trust Fund Board eliminates or abolishes.
27	F. <u>Rounding Employer's Monthly Contribution. Whenever the</u>
28	Employer's monthly contribution (premium plus administrative fee) to the Trust
29	Fund is less than one hundred percent (100%) of the monthly premium amount,

Signature: Ryker J. Wada

1	such monthly contribution shall be rounded to the nearest cent as provided
2	below:
3	
4	1. <u>When rounding to the nearest cent results in an even amount,</u>
5	such even amount shall be the Employer's monthly contribution. For example:
6	
7	(a) \$11.397 = \$11.40 = \$11.40 (Employer's monthly contribution)
8	(b) \$11.382 = \$11.38 = \$11.38 (Employer's monthly contribution)
9	
10	2. <u>When rounding to the nearest cent results in an odd amount,</u>
11	<u>round to the lower even cent, and such even amount shall be the Employer's</u>
12	monthly contribution. For example:
13	
14	<u>(a) \$11.392 = \$11.39 = \$11.38 (Employer's monthly contribution)</u>
15	<u>(b) \$11.386 = \$11.39 = \$11.38 (Employer's monthly contribution)</u>
16 17	All employer contributions effective July 1, 2021 reflect the rounding
17	described in item F. Employer contributions effective July 1, 2022 shall be
10	rounded as described in item F. after the Trust Fund Board formally establishes
20	and adopts the final premium rates for Fiscal Year 2022-2023.
20	and adopts the iniar premium rates for Fiscal Tear 2022-2023.
22	G. If an agreement covering periods beyond the term of this Agreement is
23	not executed by June 30, 2023, Employer contributions to the Trust Fund shall be
24	<u>the same monthly contribution amounts paid in plan year 2022-2023 for the</u>
25	Health Benefit Plan approved by the Trust Fund including any monthly
26	administrative fees.

Attachment F

This adjustment is applicable to non-EMCP civil service and exempt employees excluded from BU 1.

	ng Unit 01 IVE AGREEMENT
Employe	rR/W
Union	ECH
Date	4/17/21
	1 1

1	SECTION 66. DURATION.					
2						
3	<u>66.01</u>	EFFECTIVE DATES.				
4		The Unit 1 Agreement shall be effective July 1, [2017] 2021 and shall remain				
5		in full force and effect to and including June 30, [2021] 2023 . During the term				
6		of this Agreement, and not less than ninety (90) days before the beginning				
7		of the [2019] 2022 legislative session, the parties shall meet to continue				
8		bargaining in good faith on <u>Section 23 – Wages. [the equivalent of step</u>				
9		movement and Employer's contribution to EUTF.] Notwithstanding Section				
10		10, No Strike or Lockout, [these] <u>this</u> section[s] shall be negotiated pursuant				
11		to Section 89-10, HRS and Section 89-11, HRS.				
12						
13		In the event the parties reach agreement on Section 23 – Wages [the				
14		equivalent of step movement and/or the Employer's-contribution-to-EUTF],				
15		such [amended_section(s)] amendment shall be effective no earlier than				
16		July 1, [2019] 2022 , and shall remain in effect to and including June 30,				
17		[2024]2023. The entire Unit 1 Agreement shall be renewed thereafter in				
18		accordance with statutes unless either party hereto gives written notice to				
19		the other party of its desire to modify, amend, or terminate the Unit 1				
20		Agreement.				
21						
22	<u>66.02</u>	NOTICES AND PROPOSALS.				
23		Notices and proposals shall be in writing and shall be presented to the other				
24		party between June 15 and June 30, [2020] 2022 . When the notice is given,				
25		negotiations for a new Unit 1 Agreement shall commence on a mutually				
26		agreeable date following the exchange of written proposals.				
27						

1	<u>66.03</u>	[In the context of Chapter 89-1 and the possibility of significant changes that
2		may impact Chapter 89-4, Payroll Deductions and other provisions of
3		Chapter 89, the Employer and Union shall engage in a dialogue and as
4		appropriate negotiations to promote harmonious and cooperative relations
5		in order to protect the public by assuring effective and orderly operations of
6		government.]RESERVED.

Signature: Ryker J. Wada

Attachment G

This adjustment is applicable to non-EMCP civil service and exempt employees excluded from BU 2, and EMCP employees excluded from BU 2.

Bargaining Unit 02 TENTATIVE AGREEMENT					
Employer					
UnionR					
Date 4 20 21					

1	ARTICLE 54 – DURATION
2	
3	The Unit 02 Agreement shall be effective July 1, 20[19] 21 and shall remain in full
4	force and effect to and including June 30, 20[21] 23 . During the term of this
5	Agreement, and not less than ninety (90) days before the beginning of the 2022
6	legislative session, the parties shall meet to continue bargaining in good faith on
7	Article 51 - Salaries. This section shall be negotiated pursuant to Section 89-10,
8	HRS and Section 89-11, HRS.
9	
10	In the event the parties reach agreement on Article 51 - Salaries, such
11	amendment shall be effective no earlier than July 1, 2022, and shall remain in
12	effect to and including June 30, 2023. The entire Unit 02 Agreement shall be [It
13	shall be] renewed thereafter in accordance with statutes unless either party hereto gives
14	written notice to the other party of its desire to modify, amend, or terminate the Unit 02
15	Agreement.
16	
17	Notices and proposals shall be in writing and shall be presented to the other
18	party between June 15 and June 30, 20[20]22 . When the notice is given, negotiations
19	for a new Unit 02 Agreement shall commence on a mutually agreeable date following

20 the exchange of written proposals.

Signature: Ryker J. Wada

Attachment H

This adjustment is applicable to non-EMCP civil service and exempt employees excluded from BU 3.

Bargaining Unit 03 TENTATIVE AGREEMENT						
Employer_//W						
Unior	<u> </u>	_	?P			
Date_	L	Ł	20	2		

1	ARTICLE 56 – DURATION
2	
3	The Unit 03 Agreement shall be effective July 1, 20[19] 21 and shall remain in full
4	force and effect to and including June 30, 20[21]23. During the term of this
5	Agreement, and not less than ninety (90) days before the beginning of the 2022
6	legislative session, the parties shall meet to continue bargaining in good faith on
7	Article 53 - Salaries. This section shall be negotiated pursuant to Section 89-10.
8	HRS and Section 89-11, HRS.
9	
10	In the event the parties reach agreement on Article 53 - Salaries, such
11	amendment shall be effective no earlier than July 1, 2022, and shall remain in
12	effect to and including June 30, 2023. The entire Unit 03 Agreement shall be [#
13	shall be] renewed thereafter in accordance with statutes unless either party hereto gives
14	written notice to the other party of its desire to modify, amend, or terminate the Unit 03
15	Agreement.
16	
17	Notices and proposals shall be in writing and shall be presented to the other
18	party between June 15 and June 30, 20[20]22 . When the notice is given, negotiations
19	for a new Unit 03 Agreement shall commence on a mutually agreeable date following
20	the exchange of written proposals.

Signature: Ryker J. Wada

State of Hawaii DEPARTMENT OF HUMAN RESOURCES DEVELOPMENT SALARY SCHEDULE

Effective Date: 07/01/2020 Bargaining Unit: 30, 31, 32, 35, 37 Excluded Managerial

EM 01	Annual Monthly 8 hour Hourly	Min 78,948 6,579 303.68 37.96	Max 131,376 10,948 505.28 63.16	EM 07	Annual Monthly 8 hour Hourly	Min 105,792 8,816 406.88 50.86	Max 176,076 14,673 677.20 84.65
EM 02	Annual Monthly 8 hour Hourly	82,848 6,904 318.64 39.83	137,988 11,499 530.72 66.34	EM 08	Annual Monthly 8 hour Hourly	111,072 9,256 427.20 53.40	184,908 15,409 711.20 88.90
EM 03	Annual Monthly 8 hour Hourly	87,036 7,253 334.72 41.84	144,864 12,072 557.20 69.65	ES 01	Annual Monthly 8 hour Hourly	114,432 9,536 440.16 55.02	190,440 15,870 732.48 91.56
EM 04	Annual Monthly 8 hour Hourly	91,392 7,616 351.52 43.94	152,088 12,674 584.96 73.12	ES 02	Annual Monthly 8 hour Hourly	117,852 9,821 453.28 56.66	196,116 16,343 754.32 94.29
EM 05	Annual Monthly 8 hour Hourly	95,988 7,999 369.20 46.15	159,708 13,309 614.24 76.78	ES 03	Annual Monthly 8 hour Hourly	121,416 10,118 466.96 58.37	202,032 16,836 777.04 97.13
EM 06	Annual Monthly 8 hour Hourly	100,740 8,395 387.44 48.43	166,500 13,875 640.40 80.05				

Exhibit 1