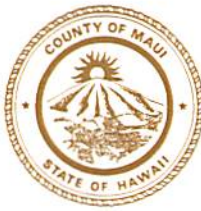


MICHAEL P. VICTORINO
Mayor

SANDY K. BAZ
Managing Director



COUNTY OF MAUI
OFFICE OF THE MAYOR
200 SOUTH HIGH STREET
WAILUKU, HI 96793

January 16, 2020

RECEIVED
2020 JAN 16 PM 3:07
OFFICE OF THE
COUNTY CLERK

Honorable Alice Lee, Chair
and Members of the Council
Maui County Council
County of Maui
200 South High Street
Wailuku, HI 96793

Dear Council Chair Lee and Council Members:

SUBJECT: APPROVAL OF COST ITEMS FOR EMPLOYEES EXCLUDED FROM
BARGAINING UNIT 03

In accordance with HRS Section 89C-5, I am herewith transmitting for your approval the adjustments in compensation and other terms and conditions of employment for employees excluded from HGEA Bargaining Unit 03. The law requires that all cost items shall be subject to appropriations by the appropriate legislative bodies.

These computations reflect the implementation cost for employees excluded from Bargaining Unit 03 for fiscal years 2019-2020 and 2020-2021. A summary of the pay adjustments is also transmitted for your information.

Also transmitted is the necessary resolution prepared by the Corporation Counsel for approval of the cost items.

We would appreciate your expediting approval of the cost items in order to implement the pay adjustments and respectfully request the Council to waive referral of this matter to committee. If you have any questions or require additional information on this matter, please call on Mr. David J. Underwood, Director of Personnel Services.

Very truly yours,

A handwritten signature in black ink that reads "Michael P. Victorino".

Michael P. Victorino
Mayor, County of Maui

DJU:gmo/srm
Attachments
cc: Director of Finance
Director of Personnel Services

COUNTY COMMUNICATION NO. 20-46

COUNTY OF MAUI
UNIT 03 (EXCLUDED)
SUMMARY OF COST ITEMS
FY 2019-20, FY 2020-21

1. Salaries

Summary includes the following increases:

A. Effective July 1, 2019:

- 1) \$2,800.00 lump-sum payment, prorated per full-time equivalency for all employees including employees not assigned to the salary schedule.

B. Effective July 1, 2020:

- 1) Employees on Step B through Step L move one step. Step B is deleted.
- 2) Increase SR-4 by 10.1%; SR-5 by 8.0%; SR-6 by 5.9%; SR-7 by 3.9%; and SR-8 by 2.0%.
- 3) 2% one-time lump-sum payment for SR-8 employees on Step M as of June 30, 2020.
- 4) 4% one-time lump-sum payment for SR-9 employees and above on Step M as of June 30, 2020, and employees not administratively assigned to the salary schedule.

C. Effective January 1, 2021

- 1) 3.46% across-the-board increase for all employees, including employees not administratively assigned to the salary schedule and exempt included employees.

Wage costs include fringe benefit costs representing expenses which automatically increase when base salaries increase (e.g., premium pay, overtime, Medicare, unemployment compensation, and leave benefits). All subsequent year costs include the roll-over cost from previous years.

Additional Cost
FY 2020
\$ 220,695

Additional Cost
FY 2021
\$ 244,020

TOTAL COST:

FY 2020 \$ 220,695

FY 2021 \$ 244,020

Resolution

No. _____

APPROVING COST ITEMS FOR BARGAINING UNIT 03, EXCLUDED EMPLOYEES

WHEREAS, the Mayor, by correspondence dated January 16, 2020 to the Honorable Alice Lee, Chair, and Members of the Maui County Council, submitted cost items for non-supervisory white collar employees excluded from Bargaining Unit 03, which is represented by the Hawaii Government Employees Association, for fiscal years 2019-2020 and 2020-2021; and

WHEREAS, pursuant to Section 89C, Hawaii Revised Statutes, and the tentative agreement ratified by the members of Bargaining Unit 03, all items requiring any money for implementation shall be subject to appropriation by the appropriate legislative body; and

WHEREAS, a Summary of Cost Items is attached hereto and incorporated herein by reference as Exhibit "1"; now, therefore,

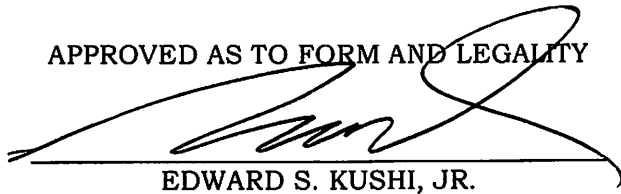
BE IT RESOLVED by the Council of the County of Maui:

1. That it does hereby approve of the cost items as specified in Exhibit "1"; and

Resolution No. _____

2. That certified copies of this resolution be transmitted to the Mayor, the Director of Personnel Services, the Budget Director, and the Director of Finance.

APPROVED AS TO FORM AND LEGALITY

A handwritten signature in black ink, appearing to read 'Edward S. Kushi, Jr.', is written over a horizontal line.

EDWARD S. KUSHI, JR.
Department of the Corporation Counsel
County of Maui
2020-0031
2020-01-13 BU03 Cost Items Excluded

COUNTY OF MAUI
UNIT 03 (EXCLUDED)
SUMMARY OF COST ITEMS
FY 2019-20, FY 2020-21

1. **Salaries**

Summary includes the following increases:

A. Effective July 1, 2019:

- 1) \$2,800.00 lump-sum payment, prorated per full-time equivalency for all employees including employees not assigned to the salary schedule.

B. Effective July 1, 2020:

- 1) Employees on Step B through Step L move one step. Step B is deleted.
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- 4) 4% one-time lump-sum payment for SR-9 employees and above on Step M as of June 30, 2020, and employees not administratively assigned to the salary schedule.

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- 1) 3.46% across-the-board increase for all employees, including employees not administratively assigned to the salary schedule and exempt included employees.

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TOTAL COST:

FY 2020 \$ 220,695

FY 2021 \$ 244,020