

AGREEMENT

between

AMERICAN AIRLINES

and

TWU/IAM AIRLINE MECHANIC & RELATED EMPLOYEE ASSOCIATION

covering

MAINTENANCE CONTROL TECHNICIANS

of

AMERICAN AIRLINES, INC.

Effective date - March 26, 2020



THE TWU-IAM ASSOCIATION

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PREAMBLE

This Agreement is made and entered into this March 26, 2020, in accordance with the provisions of Title II of the Railway Labor Act, as amended, by and between American Airlines, Inc., ("American" or the "Company"), and the Transport Workers Union of America AFL-CIO and the International Association of Machinists and Aerospace Workers AFL-CIO, certified by NMB case #R-7422 as the TWU/IAM Mechanics Association, ("Association" or "Union").

ARTICLE 1 - PURPOSE OF AGREEMENT

A. The purpose of this Agreement is, in the mutual interest of the Company and the employees, to provide for operation of the services of the Company under methods, which will further, to the fullest extent possible, the safety of air transportation, the efficiency and economy of operations, and to provide orderly collective bargaining relations between the Company and its employees, a method for the prompt and equitable disposition of grievances, and for the establishment of fair wages, hours and working conditions for the employees covered hereunder. In making this Agreement, both the Company and the employees hereunder recognize their duty to comply with the terms hereof and to cooperate fully, both individually and collectively, for the accomplishment of the intent and purpose of this Agreement. To further these purposes, the Company or an International Representative of the Union may request a conference at any time to discuss and deal with any general condition that may arise under the application of this Agreement.

B. No employee covered by this Agreement will be interfered with, restrained, coerced, or discriminated against by the Company, its officers or agents, because of membership in or lawful activity on behalf of the Union.

The Company and the Union recognize the important safety sensitive role of the Quality Assurance Auditors and of the importance of assuring that their duties are accomplished in a fair and unbiased fashion, free from outside interference, pressure or coercion. To that end, the Company and the Union agree that Quality Assurance Auditors covered by this Agreement will not be interfered with, restrained, coerced, or discriminated against by the Company, its officers/agents; the Union, its officers/agents or by fellow employees.

C. It is understood wherever in this Agreement employees are referred to in the masculine gender, it shall be recognized as referring to both male and female employees.

D. There shall be no discrimination between employees covered by this Agreement because of race, creed, color, national origin, or gender.

E. Should any part or provision of this Agreement be rendered invalid by reason of any existing or subsequently enacted legislation, such invalidation of any part or provision of this Agreement shall not invalidate the remaining portions thereof, and they shall remain in full force and effect.

 F. The Company and the Union agree to comply fully with all applicable Federal and State statutes and regulations prohibiting discrimination with respect to all aspects of employment with the Company. Further, the Company and Union agree that neither shall discriminate against employees covered by this Agreement on the basis of race, color, religion, sex, national origin, age, sexual orientation, disability, membership in a uniformed service, or status as a disabled veteran.

ARTICLE 2 - STATUS OF AGREEMENT

A. It is expressly understood and agreed that when this Agreement is accepted by the parties and signed by their authorized representatives, it will supersede any and all agreements existing or previously executed between US Airways, Inc. or American Airlines, Inc. (the "Company") and any Union or individual affecting the crafts or classes of employees covered by this Agreement.

B. It is understood and agreed that this Agreement will be binding upon any successors to the present Corporation insofar as it is legally possible. In the event this is not legally possible, the Company and the Union will meet prior to any change and negotiate all possible protection for the employees.

C. The Agreement shall be binding upon the Company and any Successor, defined as a purchaser, assignee or transferee of all or substantially all of the assets or stock of the Company or American Airlines Group Inc., whether in a single transaction or multistep transaction. Neither the Company nor American Airlines Group Inc. shall enter into an agreement with a Successor which creates a Successor transaction unless the Successor agrees, in writing, as a prior irrevocable condition of the Successorship transaction, that the Successor, the Company and American Airlines Group Inc., and any operating airline which obtains the assets of the Company will: (1) recognize and treat with the Association as the representative of the crafts or classes of employees covered by this Agreement consistent with the Railway Labor Act; (2) be bound by the Agreement, as it may be amended pursuant to the provisions of applicable law; and (3) to employ employees on the system seniority list in accordance with the provisions of this Agreement.

D. If a successor is an air carrier, and the Successor conducts an operational merger between the Company and the Successor or another air carrier, then the Successor will provide the Company employees covered by this Agreement with a seniority integration in accordance with the McCaskill-Bond Amendment, Pub. L. 110-161, Div. K, Title I, § 117, Dec. 26, 2007, 121 Stat. 2383, codified at § 42112, note.

ARTICLE 3 - EFFECTIVE DATE AND DURATION

1 A. <u>Effective Date</u>

2

The provisions of this Agreement will become effective on March 26, 2020 (the "Effective Date") except as otherwise specifically stated in this Agreement.

4 5 6

B. <u>Amendable Date</u>

This Agreement will continue in full force and effect through and including March 26, 2025 and will thereafter renew itself without change each succeeding March 26th, unless written notice of intended change is served in accordance with Section 6, Title I, of the Railway Labor Act, as amended (the "Act") by either party at least (6) months prior to March 26, 2025 or on any March 26th thereafter.

11 12 13

C. <u>Complete Agreement</u>

21

The parties agree this is the complete Agreement negotiated between American Airlines and the TWU/IAM Mechanic Association for MCT. No amendments to this Agreement will be valid unless signed by the Vice President of Labor Relations (or his/her designee) and the Director of the Association (or his/her designee). Letters of Agreement (LOA), Letters of Understanding (LOU) and Memoranda of Understanding (MOU) that have not specifically been agreed to in the negotiation of this Agreement shall become null, void and not enforceable as of the effective date of this Agreement.

Cita Dantaia

Sito Pantoja Director, TWU-IAM Association General Vice President International Association of Machinist and Aerospace Workers Lucretia D. Guia Vice President, Labor Relations and Deputy General Counsel American Airlines

Alex Garcia

Vice Director, TWU-IAM Association International Executive Vice President Transport Workers Union James B. Weel Managing Director, Labor Relations American Airlines

ARTICLE 3 - EFFECTIVE DATE AND DURATION

Association:	
John Samuelsen TWU International President	
Timothy Klima Principal Negotiator	Michael Mayes Principal Negotiator
Thomas Regan Principal Negotiator	Gary Peterson Principal Negotiator
Andre Sutton Principal Negotiator	Michael Klemm Principal Negotiator
David Supplee Principal Negotiator	Richard Pantoja Principal Negotiator
Jason Best Association Negotiator	Dave Cain Association Negotiator
American Airlines:	
Craig Barton Vice President Technical Operations	Mark Nelson Sr. Manager, Labor Relations
Josh Voss Manager, Labor Relations	

ARTICLE 4 – EFFECT ON PRIOR AGREEMENTS

- 1 This Agreement will supersede and take precedence over prior Agreements, Letters, local
- 2 side agreements, practices, and exceptions whether written or unwritten and similarly
- 3 related documents executed between the Company and the Association prior to the
- 4 signing of this Agreement.

ARTICLE 5-TRANSPORTATION

A.	Employees covered by this Agreement and their immediate families will be granted
	the same transportation privileges on the Company's system as may be established
	by Company regulations for all personnel.

B. Union business travel will be provided pursuant to Company policy

A. Pursuant to the National Mediation Board's certification in NMB Case No. R-7422 (May 19, 2015), the Company recognizes the Airline Mechanic and Related Employees Association TWU/IAM ("TWU/IAM Mechanics Association" or the "Union" or the "Association") as the exclusive and sole collective bargaining agent with respect to rates of pay, rules, and working conditions for all employees of American Airlines, Inc. within the United States or its territories and possessions, covered under this Agreement as set forth in this Article, and as described in the classification descriptions in Article 7.

B. The work of a Maintenance Control Technician ("MCT") shall consist of any and all work generally recognized as Maintenance Control Technician's work in or about the maintenance control area that is set forth in the job descriptions in Classifications Article 7 and as set forth in this Paragraph B, inclusive of Paragraphs B.1. to B.11 below. The Maintenance Control Technician provides the central point of contact to coordinate aircraft maintenance for all locations and supports the minute-to-minute operation of the fleet to which he is assigned. He surveys and analyzes mechanical and operational performance of assigned fleet(s) or system(s). He provides technical evaluation and recommendations for resolution of maintenance problems including but not limited to: oversight and coordination, and communication with employees and/or vendors both inside and outside the Company.

1. Provides technical direction to the Technical Operations Organization. Analyzes aircraft structural, mechanical, electrical, electronic, avionics, and power plant system problems, and makes recommendations for corrective actions according to FAA and Company regulations and complies with procedures in all applicable manuals by providing oral and written instructions using the applicable maintenance information technology (IT) systems.

 Interprets, issues, closes, and authorizes the application of the Minimum Equipment List (MEL), Configuration Deviation List (CDL), Nonessential Equipment Furnishings (NEF) and Tracking and Control (TAC). Monitors these deferral items to ensure compliance with maintenance procedures prior to the dispatch of an aircraft.

3. Validates corrective actions, if required, when closing MEL, NEF, CDL, and TAC items, and also validates that all re-inspection item requirements are satisfied prior to aircraft release into service or dispatch.

4. Debriefs flight crews and maintenance on in-flight and post-flight discrepancies. Coordinates distribution of technical information to flight crews during in-flight operations utilizing ARINC, SATCOM, ACARS, Company Frequency, or other approved means. Reviews aircraft records and analyzes all available information for the performance/condition of an aircraft system component, or the On Wing management programs or Engines and Auxiliary Power Plant Units (APU). Recommends functional tests for indications and causes of equipment malfunctions.

ARTICLE 6 - RECOGNITION AND SCOPE

- 5. Coordinates findings with appropriate personnel to resolve maintenance problems. Coordinates with AOG/MCU Planners regarding the movement of parts and the utilization of assigned manpower required for field trips to facilitate the timely repair of out-of-service aircraft. When necessary, travels to the aircraft or station to provide on-site assistance and guidance in the detection and recommended repair action to be taken to return the aircraft to service.
- 6. Continuously monitors fleet reliability through computerized (or manual) maintenance programs and any automatic (or manual) aircraft data acquisition systems designed and/or implemented by the Company or any third-party providers including but not limited to SABRE, SCEPTRE, AHM, Airman Web, and AHEAD. Continuously monitors aircraft engine performance through any automatic (or manual) engine performance or fault monitoring systems designed and/or implemented by the Company, engine manufacturer, or any third-party providers including but not limited to GE CWC, RR CDS, P&W ADEM, and OSP. Processes and creates the appropriate maintenance instructions, such as TII or TSI, in response to notifications from subject providers to ensure compliance with policies and procedures developed under F.A.R. Part 121.
- 7. Monitors and updates engine oil consumption data through the Oil Service Program (OSP) or any similar oil consumption monitoring system and is responsible for all OSP overrides.
- 8. Identifies and eliminates chronic/repeat aircraft discrepancies and issues oral and written instructions as defined in the appropriate manuals.
- 9. Makes parts determinations for units entered in the SOS system or equivalent system.
- 10. Writes and updates troubleshooting guidance/direction for deferral items (i.e., MEL, CDL, TAC, MON, and NEF) and maintenance instructions (i.e., TSIs and TIIs). Other departments may write and update other types of items, e.g., ESIs for EO prototypes, RSI and records specific TII/MON for borrowed parts and time-controlled items.
- 11. Serves as the liaison between field maintenance and engineering. Is the primary point of contact for Engineering Authorization requests and discussions involving the repair and troubleshooting of OTS aircraft and facilitates subsequent communication and coordination to provide the required support and documentation to the line station to correct the OTS condition. However, nothing in this Article prevents local Aircraft Maintenance Technicians, including Crew Chiefs and Tech Crew Chiefs from discussing aircraft condition and possible repair options with local on-site Engineering personnel or conferring directly with the ESC or other engineering personnel on general aircraft reliability concerns. Once any determination is recommended involving the repair of an OTS aircraft by local on-

site engineering, MCTs will be notified and they will coordinate with local Aircraft Maintenance Technicians, including Crew Chiefs, Tech Crew Chiefs and Engineering to facilitate the proper troubleshooting and or repair.

C. It is agreed that the Company will not contract out work of the type that is currently being performed by the MCT classification as described in the job descriptions in Classifications Article (7) and as set forth in Paragraph B above, inclusive of Paragraphs B.1 to B.11 above.

Job Protection

D. System Job Protection

1. For the life of this Agreement, no active employee or employee on a Company approved leave of absence who is covered by this Agreement and whose name appears on the Association master seniority list(s) on the date of ratification of this Agreement will be laid off to the street provided the employee exercises his seniority to the fullest extent in accordance with Article 12.

2. System job protection shall not apply in circumstances where the Company's non-compliance is caused in substantial part by conditions beyond the Company's control. Conditions beyond the Company's control shall include, but not be limited to: (1) an act of God; (2) a strike by any other Company employee group or the employees of a commuter air carrier operating pursuant to an authorized codeshare arrangement with the Company; (3) a national emergency; (4) involuntary revocation of the Company's operating certificate(s); (5) grounding of a substantial number of the Company's aircraft; (6) a reduction in the Company's operation resulting from a decrease in available fuel supply caused by either governmental action or by commercial suppliers being unable to meet the Company's demands; and (7) the unavailability of aircraft scheduled for delivery. Item number 7 may only be triggered if the delay of delivery of aircraft adversely impacts the operation such that the Company is required to reduce flying, necessitating a reduction in force. The duration of any reduction in flying will be a consideration before any reduction in force under this section.

E. Station Job Protection

1. For the life of this Agreement, the Company will provide station job protection to all employees covered by this Agreement whose name appears on the Association master seniority list(s) and who are active or on a Company approved leave of absence as of the date of ratification of this Agreement. Station job protection will apply to the station and basic classification that the employee holds on the date of ratification of the Agreement or in a station where an employee transfers, bids or bumps into and there is a more junior station protected employee, in the same classification, working in an active position on the station seniority list.

2. Station job protection will not apply in the event that all scheduled American Airlines, Inc. flight operations cease at a station for a period of not less than one year from the cessation of flights. Station job protection shall also not apply in circumstances where the Company's non-compliance is caused in substantial part by conditions beyond the Company's control as set forth above in Section D (2) above.

Station Closing Due to Ceasing All Flight Operations

F. If a station is closed due to cessation of all flight operations that is not due to circumstances beyond the Company's control as defined in Paragraph D (2) above, and during the one-year period thereafter, the Company re-commences flight operations it shall re-staff such station with employees covered by this Agreement, and the following process will apply. Employees who had station protection at that station at the time of closing shall be offered on a one-time basis, the first opportunity to fill covered positions in classification seniority order. If an employee offered such a position accepts and is returned to work at that station during the one-year period, such employee shall have his original station protection reinstated. If an employee offered such a position declines, such employee will remain in the status and location the employee occupies at that time and any future openings at the station will be filled using the Recall and Filling of Vacancies articles in this Agreement (Articles 12 and 9). If a station is re-opened more than one year after cessation of operations, all positions at such station will be filled using the Recall and Filling of Vacancies articles in this Agreement (Articles 12 and 9).

Station Closing or Reduction in Manpower Due to Circumstances Beyond Company Control

G. If, due to conditions beyond the Company's control as defined in Paragraph D (2) above, a station is closed or employees covered by this Agreement at the station are reduced and, during the life of this Agreement, such station is subsequently re-opened or manpower at such station is increased employees covered by this Agreement shall be recalled and the following process will apply. Employees who had station protection at that station at the time of closing or reduction shall be offered on a one-time basis, the first opportunity to fill covered positions in classification seniority order. If an employee offered such a position accepts and is returned to work at that station during the duration of this Agreement, such employee shall have his original station protection reinstated. If an employee offered such a position declines, such employee will remain in the status and location the employee occupies at that time and any future openings at such station will be filled using the Recall and Filling of Vacancies articles in this Agreement (Articles 12 and 9).

Parallel Operations

H. If the Company establishes any new airline or acquires a controlling interest in any carrier, which operates jet aircraft, and mainline pilots on the American Airlines, Inc. pilot seniority list perform revenue flying utilizing such aircraft, then all covered aircraft maintenance work on such aircraft shall be performed by employees covered by this Agreement in accordance with the provisions of this Article.

I. If the Company allows its code to be placed on any flight and the flight utilizes jet aircraft and mainline pilots on the American Airlines, Inc. pilot seniority list perform revenue flying utilizing such aircraft, then all covered aircraft maintenance work on such aircraft shall be performed by employees covered by this Agreement in accordance with the provisions of this Article.

<u>ARTICLE 7 – CLASSIFICATIONS</u>

A. Employees covered by this Agreement will be assigned to the classification of Maintenance Control Technician. The Maintenance Control Technician provides the central point of contact to coordinate aircraft maintenance for all locations and supports the minute-to-minute operation of the fleet to which he is assigned. He surveys and analyzes mechanical and operational performance of assigned fleet(s) or system(s). He provides technical evaluation and recommendations for resolution of maintenance problems including but not limited to: oversight and coordination; communication with employees and/or vendors both inside and outside the Company.

B. The work of a Maintenance Control Technician includes but is not limited to:

1. Providing technical support for assigned fleets for Dispatchers, Pilots, Aviation Maintenance Technician, and other personnel as required

2. Utilizes aircraft manufacture manuals and other technical manuals, including but not limited to, the Maintenance Operations Control Procedures Manual (MOCPM) as required by FAR's and Operations Specifications for Operational Control

3. Administering the MEL/CDL/NEF/TAC process in accordance with the MOCPM

4. Coordinating parts and tooling movement and manpower requirements for field trips to non-maintenance stations

5. Requesting and remotely directing the work of contract maintenance personnel in non-maintenance stations in accordance with the MOCPM

6. Updating delay information and DMR entries for non-maintenance stations

7. Reviewing open non-routine maintenance items on assigned fleet(s) or system(s); assisting and researching and developing a plan to resolve chronic aircraft faults

8. Monitoring the ALERT, ACMS, AMA, AHM, AIRMAN, GE CWC, RR CDS, P&W ADEM, OSP and any future on wing monitoring system or engine performance/fault monitoring system and writing follow up items utilizing the applicable maintenance information technology (IT) systems following up to ensure the effectiveness of corrective action to chronic faults

9. Identifying chronic/rogue components and passing this information to the Reliability Department

10. For aircraft at non-staffed maintenance stations, maintain a current list of aircraft status (ETR) and communicate ETR and MEL information to the appropriate IOC personnel.

11. Alerting the MOC Manager on Duty or MOC Manager when mechanical problems arise which adversely affect systems operations

ARTICLE 7 – CLASSIFICATIONS

1	
2	12. Reviewing previous day's mechanical interruptions and following up to ensure a
3	positive final corrective action
4	40 5 111 11 14 6 4 46 5 1 1 4 11 1 11 1 1 1 1 1 1 1 1
5	13. Providing the point of contact for Engineering Authorization requests by Production
6	
7	14. Maintaining and controlling CAT II/III aircraft certification and ensuring aircraft
8	remain in compliance
9	·
10	15. Maintaining the ETOPS Program and ensuring aircraft remain in compliance
11	
12	16. Maintaining the compass card records
13	9
14	17. Where directed by the Company, MCTs may be assigned work associated with
15	developing and writing MELs
	developing and writing MELS
16	40.5 ()
17	18. Performing any other MOC duties as assigned

ARTICLE 8 – QUALIFICATIONS

A. An applicant for the position of the "Maintenance Control Technician" will possess a valid F.A.A. Airframe and Powerplant License, and will have worked for the Company as an Inspector, AMT Technical Crew Chief, AMT Crew Chief, Aviation Maintenance Technician, or Maintenance Training Specialist, for a minimum of five (5) years or have worked on commercial or military aircraft as an Aviation Maintenance Technician and/or a Maintenance Control Technician for a minimum of five (5) years.

Maintenance Control Technician (MCT) Vacancies

A. Candidates for Maintenance Control Technician (MCT) vacancies who do not hold MCT seniority will be required to meet the Qualifications listed in Article 8.

B. Employees who do not hold MCT seniority at the time of a vacancy, who meet the qualifications in Article 8, shall advance to an interview by a panel interview committee that will be comprised of an equal number of members selected by the Association and the Company. The Association shall establish and maintain a list of members for each Company designated location to serve on the panel interview committee for each position sufficient to ensure that there are no delays in the panel interview process. The Company and Union will mutually agree to establish a standard minimum passing score which will be applied to all candidates seeking the position. Each member of the committee will score the candidate's interview results on a numerical scale. Each committee member's score will be totaled and averaged to establish the candidate's total score. Panel interview scores will remain valid for one (1) year. The senior candidate, utilizing basic classification seniority who meets the minimum passing score from the panel interview will be selected by the Company.

C. Where there are ten (10) or more qualified candidates, who do not hold MCT seniority, the Company may limit the interviews to the ten (10) most senior candidates, utilizing basic classification seniority in the following order:

 Those employees bidding the position from the Mechanic and Related or Maintenance Training Specialist Collective Bargaining Agreement who meet the qualifications.

2. Those employees bidding the position from any other Association Collective Bargaining Agreement who meet the qualifications.

3. Those employees bidding the position from the Mechanic and Related or Maintenance Training Specialist collective bargaining agreement who meet the A&P License requirement, but not the five (5) year experience qualification.

4. Those employees bidding the position from any Association Collective Bargaining Agreement who meet the A&P License requirement, but not the five (5) year experience qualification.

5. Any other employee or new hire.

D. Employees first awarded an MCT position shall hold the job on a trial basis for a period of ninety (90) work days, excluding all classroom training required for their position, in order to demonstrate their ability to perform the required work. Employees first

awarded an MCT position as well as employees who have completed a voluntary "desk to desk" transfer will be subject to a twelve (12) month stability period with the following exceptions:

1. Employees in a stability period are not precluded from bidding on MCT positions which did not exist before on a desk, shift, in a station or location.

2. Employees who are bumped or displaced will not be subject to a stability period upon exercising seniority or being furloughed.

E. All employees first awarded an MCT position will have their performance evaluated prior to the last day of their trial period. Employees who fail to meet performance expectations will be returned to their previous bid area and shift.

Filling MCT vacancies

F. MCT vacancies shall be awarded in the following order.

1. The senior employee, locally, who files a request for a "desk to desk" transfer to another MCT desk and is working as a MCT.

a. Each location will maintain a local "desk to desk" bid preference file. Employees desiring a change to a different desk within the location must have a bid on file prior to the time of the award. Vacancies, which the company decides to fill, will first be filled by utilizing the local desk bid preference file. The maximum number of "Desk to Desk" transfers created by an initial vacancy may be limited to the number of desks at each station/location or after any move creates a second transfer off of any one desk. Within ninety days of "Desk to Desk" movement, the Company must perform realignment within the affected Desk(s). Employees will be required to accept a bid that is awarded. Vacancies not filled by the local bid preference process will be filled as described in paragraph 2. below.

b. In the event that the filling of vacancies at new stations or new desks within a station would result in more than three (3) Maintenance Control Technicians from leaving any one (1) existing desk the Company and the IAM General Chair/TWU Local President will mutually agree as to when additional affected Maintenance Control Technician(s) will be allowed to assume the new assignment.

2. The senior employee, who bids the position and is working as an MCT at another location, which will also automatically include any MCT who have this location

designated as their recall location if on furlough status Article 12 and any MCT on furlough who bid the position from any other location.

3. The senior employee, who holds MCT seniority, including those in a stability period bidding the position from any Association Collective Bargaining Agreement.

4. The senior of the Inspector, AMT Technical Crew Chief, AMT Crew Chief, AMT or MTS bidding the position that meets the qualifications and is successful in the interview process above. The earliest classification seniority date among those above, will be used to determine who is senior for the purpose of awarding the position.

5. The senior employee, other than those identified in paragraph 4. above, bidding the position from any Association Collective Bargaining Agreement who meets the qualifications and is successful in the interview process above. The earliest Association classification seniority date will be used to determine who is senior for the purpose of awarding the position.

6. The senior employee, bidding the position from the Mechanic and Related or Maintenance Training Specialist Collective Bargaining Agreement who meets the A&P License requirement, but not the 5-year experience qualification, but is successful in the interview process above. Basic seniority will be used to determine who is senior for the purpose of awarding the position.

7. The senior employee, bidding the position from any Association Collective Bargaining Agreement who meets the A&P License requirement, but not the five (5) year experience qualification, but is successful in the interview process above. The earliest Association classification seniority date will be used to determine who is senior for the purpose of awarding the position.

8. Any other employee or new hire.

Temporary Transfer Provisions

G. No employee will be forced into a permanent or temporary transfer outside of his station. The Company shall solicit volunteers, in seniority order, to work another Desk within their station for which they are qualified. In the event of insufficient volunteers, the Company will assign employees in inverse seniority order. Such assignment can only be to a shift with a start time within one hour of their scheduled start time and not to exceed a period of twenty-eight (28) work days. The needs of the service shall dictate when transfers shall be made, and no arbitrary transfers shall be affected. If there is a need for an extension beyond the twenty-eight (28) work days the Company and the IAM General Chair/TWU Local President must mutually agree on the terms of

the extension. For transfers in excess of one (1) full shift employees shall receive written notice of the expected duration of the transfer.

H. BID PROCESS

The process for identifying and awarding vacancies will be conducted on a weekly cycle as follows for all applicable classifications:

1. On Saturday of each week at 00:01 CST, the Company will post an online notification list of the stations/locations/shops declaring vacancies for that week.

a. The list will include the actual number of declared vacancies

b. The transfer list standing will be dynamic during the week and will be shown via the online tool in seniority order

2. The transfer list for those listed vacancies will be closed on the following Tuesday at 2359 CST and a snapshot of the list will be taken at that time.

3. The employee may add or remove his standing transfer request or change the order of preference anytime during the above timeframe (Sat. 00:01 CST to Tuesday 2359 CST).

All necessary paperwork (e.g. Work Experience Review form and supporting documents) will be required to be complete online prior to the vacancy being awarded;

a. Employees will have seven (7) days after the posting closes (Thursday at 2359 CST) to provide the necessary paperwork. Note: Employees do not have to wait until the posting closes; they may send the documents at the time that they add their name to the transfer list.

b. Employees without paperwork will not be considered qualified, and will not be awarded a vacancy.

 Employees with incomplete paperwork, or who do not meet the experience requirements will not be considered qualified and will not be awarded the vacancy.

4. Any employee whose name appears on the list after Tuesday at 2359 CST may refuse the transfer by removing his name from the list by Thursday at 2359 CST. If the employee does not remove his name from the list during this forty-eight (48)

1		hour period, and is awarded a vacancy, he will be considered to have accepted
2		the position.
3		
4	5.	The employee will be notified during JetNet sign-in of the final award.
5		
6		a. Employees will also be sent an email notification to their aa.com email
7		address.
8		
9		b. Once the final award has been posted and employee notified via JetNet, the
10		Company cannot subsequently rescind the award.
11		
12		c. The employee must report to the station awarded on the specified date unless
13		mutually agreed to by the Company and the Union.

ARTICLE 10 – PROBATIONARY PERIOD

A. New employees shall be regarded as probationary employees for the first ninety (90) work days of their employment, and there shall be no responsibility on the part of the Company for the re-employment of probationary employees if they are discharged or laid off during this period. The ninety (90) work day probation period excludes classroom training. If retained in the service after the probationary period, the names of such employees shall then be placed on the seniority list for their respective classification in order of the date of their original hiring at the point and on the system seniority roster. The Company will furnish the TWU Local President, IAM General Chair, and Local Union Representative(s) with the names, classification, department, and rate of pay of all new employees on the first (1st) of each month.

B. In the event a probationary employee is granted a leave of absence, upon the employees return to work the probationary period will be extended by the number of work days remaining to complete the probationary period.

16 C. Probationary employees may be released at the Company's discretion and no probationary employee shall have the right to grieve any such action of the Company.

D. If a probationary employee is released and is rehired within a period not exceeding his previous service, his previous time worked will count towards the completion of his probationary period.

ARTICLE 11 - SENIORITY

All references in this Agreement to "Seniority" will mean Classification Seniority (previously known as 'Occupational Seniority' at pre-merger American Airlines), except where specific reference is made to Company or Pay seniority.

A. Company seniority is defined as continuous service in any department and shall begin with the effective day of placement on payroll. Company seniority shall be applied to: vacation accrual, bidding of vacations periods and service awards. Adjustments to Company Seniority based on past seniority policies and/or Collective Bargaining Agreements will remain in place. After the effective date of this Agreement, there will be no adjustments to Company seniority.

 B. Maintenance Control Technician classification seniority shall commence with the date the employee enters into the classification. Classification seniority shall govern in the case of displacement, filling bargaining unit vacancies, bidding shifts and days off within the bid area, reductions in force and recalling after a layoff. If two or more employees have the same classification seniority, the employee with the earlier company date of hire seniority shall be senior. If two or more employees have the same classification seniority and company date of hire seniority, the employee with the lowest last four (4) digits of his social security account number shall be senior.

C. Seniority for pay purposes, pay date seniority, shall commence with the date of entry into the Maintenance Control Technician classification. Seniority for pay purposes shall be adjusted for time lost due to unpaid leaves, as referenced Article 25 Leaves of Absence.

D. An employee shall lose all seniority and be removed from the seniority list when:

2. He is discharged for just cause.

1. He guits, resigns or retires.

3. He does not inform the Company of his intent to return to work, or the employee fails to report to work in accordance with Article 12 Reduction in Force/Recall/Voluntary Separation.

4. He fails to return from a leave of absence within the scheduled period.

5. Otherwise provided for in this Agreement.

E. Employees who are furloughed shall continue to accrue classification seniority for five (5) years from date of furlough and thereafter shall only maintain their seniority status while on furlough. Employees who refuse recall will have their names removed from the seniority list and shall be deemed to have resigned.

F. The Company shall post a seniority list by the last day of January of each year, and employees or the Association may protest any omission or error affecting any

ARTICLE 11 - SENIORITY

employee's seniority within thirty (30) days of the current posting. Such lists, published by group or classification, will provide, at minimum, the name, employee number, Classification Seniority date, Company seniority date, job classification, and station of each employee, covered under this Agreement. Any employee on leave at the time of posting will have a period of fifteen (15) days from his date of return to service to file a protest.

G. An employee having Classification seniority who moves to a position in a classification of work in another Association Agreement within the Company, will continue to accrue Classification seniority in the classification and group from which he transferred.

H. Employees covered by this Agreement may be assigned to special projects in the interest of the Company that are outside the normal scope of their duties. Employees assigned to such projects shall continue to be covered by this Agreement during the term of the assignment. The Company shall advise, meet and/or confer with the Association prior to any such assignment of an employee or employees to discuss the nature of the project and any conditions that may be associated with the assignment. Employees on special assignments initiated under the conditions described in this paragraph shall retain and continue to accrue all seniority while on the assignment.

I. Employees may be assigned on a voluntary basis to supervisory or managerial duties (except the issuance of discipline) that are considered short term in nature. The Company will not create a personnel documentation change for employees assigned under these terms and the employees shall be considered to be part of the bargaining unit during the term of the assignment. Employees assigned under the conditions described in this paragraph shall retain and accrue seniority for a total of sixty (60) work days measured over the duration of their career. Any employee who exceeds sixty (60) work days in any supervisory or managerial assignment described in this paragraph shall lose all seniority under this Collective Bargaining Agreement and any other Association Collective Bargaining Agreement containing these same provisions. The Company shall provide a monthly report to the Association that records all persons assigned under this paragraph and the days of the assignment(s).

J. Employees who transfer to any position outside of the coverage of any Association Collective Bargaining Agreement, other than those assignments described in paragraphs H. and I.) above shall continue to retain and accrue seniority for a period not to exceed ninety (90) days measured over the duration of their career. Any such employee who exceeds ninety (90) days, measured over their career, shall lose all seniority under this Collective Bargaining Agreement and any other Association Collective Bargaining Agreement containing these same provisions.

REDUCTION IN FORCE

A. In the event of the geographical relocation in whole or in part of any of the work performed by employees covered by this Agreement, the employees affected will be given an opportunity to transfer to the new location. Affected employees transferring to the new location will be provided the American Airlines Level 1-2 employee relocation policy in effect as of March 26, 2020. In the event, the Company should enhance the relocation policy during the life of the agreement, such enhancements will apply to employees covered by this agreement. Employees so transferred shall suffer no loss of seniority or pay, nor any reduction in classification or hourly rate.

B. In the event of a reduction in force, Classification Seniority will govern. Affected employees working a five (5) day workweek will be given ten (10) work days' notice and affected employees working any other schedule will be given eight (8) work days' notice before any normal reduction is made and a list of those to be reduced will be furnished to the designated Local Union Representative, and IAM General Chair/TWU Local President prior to notifying the employees affected. However, this provision is not applicable where there is temporarily no work because of work stoppage or strikes by employees of the Company. During those circumstances the Company retains the right to reduce the working force at any facility with twenty-four (24) hours' notice or eight (8) hours pay.

NOTE: The notice to the employee, described above, shall begin when the employee signs for their abolishment or bump paperwork.

C. Employees laid off in a reduction in force or displaced by senior employees may fill any available vacancy on the system or exercise their seniority as follows:

2. Displace the junior employee at any location within the MCT classification, or

1. Displace the junior MCT employee at the location, if unable,

3. Displace the junior employee on the system in a classification in which he holds seniority, or

4. Accept furlough.

D. Such rights must be exercised within three (3) working days after receipt of reduction or displacement notice.

Employees abolished or bumped will be absorbed in their current classification, in their bid area, at their station, on their shift, when the Company determines a position becomes available prior to their last day worked.

NOTE: Time will start on the regularly scheduled work day following receipt of such notice and will end at the close of the regular work shift on the third (3) scheduled work day.

RECALL

E. Recall following a furlough shall be by classification. An employee, who accepts furlough, may only have recall to one station at any given time and will have recall to that station for all classifications for which he has seniority.

F. An employee's recall station shall be defined as that station an employee selects from any station from which he was reduced. Employees will not be permitted to change their recall station unless their existing recall station is closed.

G. An employee on furlough status will only be recalled to his recall station, unless he is awarded a bid, via the automated bid / recall system for any other vacancy.

H. All employees electing furlough due to a reduction in force will maintain a current address and phone number with the Company. Any change in address and/or phone number must be updated on JetNet or by calling Team Member Services at 1-800-447-2000.

I. In the event the Company no longer staffs employees covered by this Agreement at an employee's recall station, all employees now and hereafter on furlough from such station or who have selected such station as their recall station will be required to select a new recall station, first from any other station from which he was reduced if still active, and, if none, then from any other MCT location. This change of designated recall station must be made in the Company's automated bid / recall system within thirty (30) days of written notice from the Company. Notification to the employee will be by certified or registered United States mail, return receipt requested, or by United Parcel Service or equivalent, confirmation of delivery requested. Failure to comply with the above will result in loss of employee's seniority and employment status. Should the Company resume staffing of employees covered by this Agreement into an inactive station, then the employee, if reduced from that station and still on furlough, can elect through the notification procedures above to designate such station as his recall station.

J. Any furloughed employee accepting recall or bidding a job will return to the step on the pay scale occupied at the time of his furlough.

K. Employees recalled from a furlough to their former classification shall not be paid a lower rate than they were receiving prior to the furlough unless a new contract with a reduction in rates of pay shall at the time of recall be in effect between the Company and the Union.

- L. Should an employee who has been recalled or awarded a bid from furlough, be bumped again prior to reporting to work, such employee will be allowed to again exercise his seniority subject to the provisions in this Agreement. Employees in this situation who are allowed to re-exercise their seniority will continue to be considered in an inactive furlough status until they return to work.
- M. All notices of recall which include instructions and a required report date will be made in writing (telephonic notifications are acceptable if confirmed in writing) by certified or registered United States mail, return receipt requested, or by United Parcel Service or equivalent, confirmation of delivery requested. All employees must, accept or refuse using the on-line tool within fourteen (14) days of the date of the mailing postmark on the recall letter. An employee who has accepted recall must initiate and complete the employee portion of the background and fingerprint process via the online tool within seventy-two (72) hours (exclusive of weekends and holidays) of acceptance of the recall. Any additional information requested by the Company must be provided within a reasonable specified time. The Company will furnish the IAM General Chair/TWU Local President or designated Local Union Representative a copy of all recall letters.
- N. Any employee who has been furloughed and is off payroll who fails to notify the Company of acceptance/refusal within the fourteen (14) days, fails to initiate their portion of the background and fingerprint application process within the seventy-two (72) hours (exclusive of weekends and holidays) of acceptance of recall, or who fails to provide any additional information requested within the specified time, or who fails to return to duty on the required report date, will be considered to have refused recall and will be removed from that seniority list.
- O. If the employee requires an extension to any of the above time limits due to extenuating circumstances, it must be requested through the Company at the phone number provided in the instruction packet prior to the original deadline. The Company will furnish the IAM General Chair/TWU Local President or designated Local Union Representative a copy of all extension requests. The Company will respond to the employee within seven (7) days, with a copy to the IAM General Chair/TWU Local President or designated Local Union Representative.
- P. Accrual of seniority for pay purposes shall not exceed ninety (90) days for employees who are furloughed.

Voluntary Separation in Lieu of Furlough

Q. In any location, classification and bid area where any employee will be involuntarily reduced from the location, classification and bid area, another more senior employee who would have otherwise been unaffected by the reduction may volunteer for separation. Separation benefits will include the identical benefits as found in Article 13, except that such employee will be separated from the Company and will have no further rights under the agreement. Employees who have less than fifteen (15) years

- of service and are not eligible for retiree benefits will receive online pass travel for three (3) years on the airline and employees who have completed fifteen (15) years
- 3 of service and are not eligible for retiree benefits will receive lifetime online pass travel
- 4 on the airline.

<u>ARTICLE 13 – FURLOUGH BENEFITS</u>

- A. Employees who are furloughed through no fault of their own will be given two (2) weeks notice in writing or, at the option of the Company, two (2) weeks of pay at his base hourly rate.
 - 1. The requirement of notice will not apply to a furlough caused by one of the conditions listed in paragraph B (2) of this article.
 - 2. Any employee with one (1) year or more of service who is furloughed will receive furlough allowance. The amount of furlough allowance payable under this Article to employees eligible is contained in the following table and will be based on length of compensated service with the Company from date of employment and will be in addition to all other benefits in this Agreement.
 - 3. Full Time Computation and Method of Payment: A week of furlough allowance shall be computed on the basis of the employee's base hourly rate at the time of his employment interruption multiplied by forty (40) hours. Furlough allowance shall be paid at the successive payroll periods immediately following the date employment is interrupted and shall continue to be paid until the employee is recalled or the furlough allowance entitlement is exhausted, whichever occurs sooner.

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22	If employee has completed:	Furlough Allowance:	
23	1 year of service	1	week
24	2 years of service	2	weeks
25	3 years of service	3	weeks
26	4 years of service	4	weeks
27	5 years of service	5	weeks
28	6 years of service	6	weeks
29	7 years of service	7	weeks
30	8 years of service	8	weeks
31	9 years of service	9	weeks
32	10 years of service	10	weeks
33	11 years of service	12	weeks
34	12 years of service	13	weeks
35	13 years of service	14	weeks
36	14 years of service	15	weeks
37	15 years of service	17	weeks

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- B. Disallowances: Furlough allowance shall not be paid when the employee:
 - 1. Is discharged for just cause, retires or resigns.

ARTICLE 13 – FURLOUGH BENEFITS

- 2. Furlough allowance will not be paid if the furlough is the result of an act of God; a national war emergency, revocation of the Company's operating certificate or certificates, grounding of a substantial number of the Company's aircraft for safety reasons, or a strike or picketing causing a temporary cessation of work; however, employees will be allowed to exercise all rights in Article 12 Reduction In Force/Recall/Voluntary Separation.
- 3. Elects to exercise any seniority, bumping or transfer afforded him under this Agreement to remain in active service with the carrier or accepts employment offered by the carrier.
- C. An employee returning to the service of the Company after being on furlough shall be credited upon re-employment with any unused furlough allowance or, if it results in a greater amount, up to a maximum of five (5) weeks of furlough allowance computed as provided in paragraph A above and based on his prior period of service. In the event he is again furloughed under conditions entitling him to furlough allowance, he shall be entitled to an amount computed on his years of compensated service with the Company after the date of such return to the Company's service, plus such amount credited to him upon re-employment.
- D. Employees who are on furlough and their dependents shall continue to participate in the Company's group medical/dental and life insurance programs for a period of ninety (90) days following their last compensable day under this Agreement provided the employee continues to pay his/her portion of the costs at active employee rate.
- E. Employees involuntarily furloughed on or after the effective date of this agreement will receive on-line non-revenue travel privileges for themselves and eligible family members while on furlough for a period not to exceed three (3) years following their last compensable day under this Agreement. All other travel privileges will be governed by the Company's non-revenue travel policy.
- F. Employees who have been on furlough for more than five (5) years will not be eligible for travel under the Company's sixty-five (65) Point Plan, unless the employee returns to active service for a minimum of six (6) months.
- G. Employees, with five (5) years or more of credited service, who are furloughed and who reach age fifty-five (55), may retire from furlough status, provided recall rights have not expired, and receive retirement benefits (e.g. medical, dental, and term pass benefits).

ARTICLE 14 – HOURS OF SERVICE

- A. The workday will consist of a twenty-four (24) hour period beginning at the start of the employees shift and the work schedule will be based on the schedule options in paragraph (B) below. The work week and the pay week will consist of seven (7) consecutive days from midnight Sunday to midnight Sunday. On an annual basis, employees within a work unit will select the schedule based on majority vote within the work unit.
 - 1. The shifts will be selected on a one (1) year basis.
 - 2. An employee will select his shift within his work unit on an annual basis in the month of September based on his classification seniority. The schedule will become effective at the start of the first Monday in January.
- B. The work schedule vote will be based on one of the following options:
 - 1. A five (5) days on, two (2) days off, eight (8) hour day schedule or
 - 2. A four (4) days on, four (4) days off, twelve (12) hour day schedule or
 - 3. A three (3) days on, three (3) days off, twelve (12) hour day schedule or
 - 4. A six (6) days on, three (3) days off, eight and one half (8.5) hour day schedule.

MCT's will continue to be on pay leveling and the standard pay will be forty (40) hours per workweek (2080 hours per year) for each MCT, excluding any additional overtime hours worked.

- C. Each employee will be scheduled for no less than two (2) consecutive days off during each workweek. The Company will make every reasonable effort to arrange work schedules so that, whenever practical, those days will be Saturday and Sunday. When an employee's days off are other than Saturday and Sunday, nothing will prohibit the Company from scheduling Sunday and Monday as the two (2) consecutive days off.
- D. Employees will be given a date and time window, in which they will bid their shift selection. Any employee who will be on vacation, days off, or otherwise unavailable when his opportunity to select his shift arises, will be called or may call in the designated time window, to make his selection. Employees may submit his shift bid preference, in writing or electronically, to the appropriate supervisor in advance. If an employee fails to answer or call in his designated time window or submit his preference, he will be bypassed and must make a selection from the shift(s) available when he returns or submits his selection.
- E. All time worked in any continuous tour of duty, including overtime, will be considered as work performed on the workday within which the tour of duty is started.

ARTICLE 14 – HOURS OF SERVICE

F. No employee will be called to work or be required to report to work for a shift of less than his regularly assigned shift.

- G. Adverse Condition Day When a decision is made by Federal, State or Local Government officials that prohibits an individual employee from reporting to work (i.e. Travel Ban, Curfew, or State of Emergency), the employee will notify the Company as soon as practical and the Company will approve the options listed below.
 - An employee who is scheduled and reports to work on time will be entitled to full pay for the day, unless the employee voluntarily agrees to either take the rest of the day off without pay or to use any other compensated time off (excluding block vacation and sick) to make up his wages for time missed when absent due to adverse conditions.
 - 2. An employee arriving later than the beginning of the shift will be paid only for the actual hours worked and may use HAT (paid in a minimum of one (1) hour increments at straight time) to cover any time lost or take time missed without pay at the employee's option.
 - 3. When an employee is absent due to adverse conditions and is unable to report to work, he will not receive regular pay for that day. The employee at his option may use any other compensated time off (excluding block vacation and sick) to make up his wages for time missed when absent due to adverse conditions.
 - 4. If any of the above applies, an employee will not be charged with an absence/tardiness under the attendance control policy.
- H. Airport/Facility Closure Employees will be notified by the Company of the closure and shall receive a minimum of half of their regular scheduled hours pay at the regular hourly rates, unless notified that there will be no work at the close of the last shift he worked, or sixteen (16) hours before the start of his regular work shift, whichever period is shorter. The employee at his option may use any other compensated time off (excluding block vacation and sick) to make up his wages.
- I. As a result of severe weather/natural disaster, the Company may in its discretion provide hotel rooms, meal vouchers and transportation to and from the hotel to those employees necessary to maintain the operation.
- J. If, as a result of annual shift change, an employee is required to report for a regular shift less than seven and one-half (7½) hours after the completion of the previous regularly scheduled shift, including overtime, he will be paid at the applicable overtime rate for all time worked during the second regular work period. The Company may adjust his start/stop times to ensure the employee receives more than seven and one-half (7½) hours rest after the completion of the previous regularly scheduled shift.

ARTICLE 14 – HOURS OF SERVICE

- K. An employee's days off may only be changed to accommodate jury duty, Military Leave, Reserve or Guard duty, or training of five (5) or more consecutive days.
- L. Relief shift assignments will be permitted, provided no more than one third (1/3) of the work unit is on a relief assignment. Relief employees will be assigned to a regular shift when not being utilized in a relief capacity. It is understood that "relief capacity" is to be utilized for coverage as a result of Vacation, Training, Military Leave or Reserve or Guard duty, Desk Vacancy, Jury Duty of five (5) days or more, or to cover for situations when an employee is on extended sick leave. Utilization of relief lines for balancing scheduled manpower, other than the situations listed above, is not an appropriate utilization of a relief position/line. No Maintenance Control Technicians shall be required to work more than two (2) different shifts during a relief assignment.
- M. Except in emergencies, employees will be given at least seven (7) days' notice of all scheduled shift changes. If such notice is not given, the employee will receive no less than one and one-half (1.5X) times his regular rate of pay for the first day worked (excluding shift swaps) after the schedule change.
- N. Employees may be required to be available during breaks and lunch. Shift turnovers will be accomplished at the end of each scheduled shift as necessary. Once the shift turnover has been completed the off-going employee will be relieved from duty.
- O. Employees who work in a location that changes to Daylight Saving Time will on the date and shift that Daylight Saving Time goes into effect work their regularly scheduled number of hours. Employees who work in a location that changes from Daylight Saving Time will on the date and shift that Standard Time goes into effect be required to work one hour in addition to their regularly scheduled workday, and will be compensated for the additional hour at the applicable overtime rate. If the Company determines that less than a full crew is required during the last hour of the shift, it may offer employees the opportunity to leave early in classification seniority order.
 - 1. Employees working under the provisions of a shift swap will be allowed to work seventeen (17) hours on the day standard time goes into effect. (Fall back).

P. Scheduled Days Off (SDO)

1. If the twelve (12) hour schedule is selected, the MCT's will be scheduled to work above the standard 2080 hours, which will result in the need for additional Scheduled Days Off (SDO) to each MCT working that schedule. Each MCT working the twelve (12) hour days schedule will be provided the difference of those scheduled hours as additional SDOs. Any additional hours that would result in a fractional day of .5 or greater, will be considered as a full SDO. If the total number of SDOs, established by the number of scheduled hours for the year equates to one (1) to eight (8) days, then they will remain constant for the year and will not be adjusted up or down based on actual hours worked and/or work schedule fluctuations. If the total number of SDO's equates to more than eight (8) days, they

ARTICLE 14 – HOURS OF SERVICE

will be adjusted up or down based on actual hours worked and/or work schedule fluctuations, however they will not be adjusted below eight (8) days. SDO's will be selected after the annual vacation selections are made, beginning on November 16th and will be completed by December 15th. SDO selections will be made in Classification seniority order, and will be bid in either singular day or consecutive day selections, and will be bid in rounds. SDO's may not exceed the normal vacation complement

2. Employees will be given a date and time window in which they will bid their SDO selection. Any employee who will be on vacation, days off, or otherwise unavailable when his opportunity to select SDO dates arises, will be called or may call in the designated time window, to make his selection. Employees may submit his SDO bid, in writing, to the appropriate supervisor in advance. If an employee fails to answer or call in his designated time window or submit a written bid, he will be bypassed and must make a selection from the dates available when he returns or submits his selection.

3. Unused SDOs will be paid out to the employee no later than the four weeks from January 1 in the following year-

ARTICLE 14.1 – ABSENCE FROM DUTY

A. An employee unable to report for duty will, unless prevented by reasons beyond his 2 control, notify his immediate supervisor or other central point set up for reporting purposes by the Company as far in advance of the scheduled starting time of his shift 4 as possible. Notwithstanding the above, an employee may flex the starting time, up 5 to fifteen (15) minutes without pay or penalty to the attendance record, twice per 6 calendar year.

ARTICLE 15 - SHIFT SWAPS

A. An employee may authorize another qualified employee within the same work unit to

B. The request must be in writing to the authorizing employee's immediate supervisor

using the appropriate form and signed by both employees involved or submitted

All swaps must have a reciprocal swap and must be agreed to at the time of the swap

work his scheduled work day/shift in accordance with the following provisions:

electronically where offered by the Company.

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request.

11 12 13 14 15 16 17	C.	The request must be submitted not less than twenty-four (24) hours prior to the scheduled start time of the shift to be worked for full day swaps and forty-eight (48) hours prior to the shift start time for half day swaps, however, local management may approve shift swap requests with less notice. Such approval shall not be unreasonable withheld. Twelve (12) months after March 26, 2020, the Company shall meet with the Union to discuss reducing these notice requirements.
18 19 20		1. An eight (8) hour schedule employee swapping half of his shift may only do so with one (1) other employee, either the first or second half of the shift.
21 22 23		2. A twelve (12) hour schedule employee swapping one third of his shift may only do so with one (1) other employee, either the first third or last third of the shift.
24 25 26		3. An employee who has agreed to work for another employee may trade the entire obligation with one other employee.
27 28 29	D.	Employees are personally responsible for work on the day/shift. However, they will be considered normally assigned for all purposes.
30 31 32 33	E.	An employee who fails to report or is tardy on the day/shift involved will not be charged for the occurrence under the Company's Attendance Control Policy. However, they may be restricted from utilizing these provisions as follows:
34 35		First offence –written warning
36 37 38		2. Second offence – one hundred eighty (180) day suspension of privileges from the date of the absence or tardiness.
39 40 41		3. After a warning/suspension with no other violations for the next twelve (12) months, the warning/suspension process will reset.
42 43 44	F.	Employees working in probationary periods are not eligible to participate under these provisions.
45 46	G.	No overtime payment or premium payment will be paid to an employee as a result of working another employee's day/shift under these provisions.

ARTICLE 15 – SHIFT SWAPS

H. No request under these provisions shall be honored in jurisdictions in which the laws or regulations either preclude such as a result of hours restrictions or require the compensation of such day/shift at overtime rates. This paragraph shall immediately apply in any jurisdiction, which may hereafter impose such restrictions or require such payment.

- I. Employees participating under these provisions will be eligible for overtime on the shift preceding and following the swap, but not on his regular shift (i.e., the shift he swapped off) and will be paid and charged at the applicable rate of pay. These employees will not be eligible for paid rest and will be responsible for disqualifying themselves from any overtime that would result in paid rest.
- J. Employees may work a maximum of seventeen (17) consecutive hours during a twenty-four (24) hour period as a result of shift swaps.
 - 1. Where employees swap and there is a duty-free period of at least fourteen (14) hours between the end of one duty period and the start of a new duty period, such swaps will not be considered as consecutive days for application of this provision.
 - 2. Employees may shift swap to work back-to-back double shifts, once per work week. (eight (8) or eight and one-half (8.5) hour shifts only).
 - 3. There must be a minimum of seven (7) hours of rest between each of the double shifts worked back-to-back.
- K. Employees who have a swap to work scheduled within twenty-four (24) hours of a field service trip are ineligible for that field service trip. If an employee is on a field service trip and it becomes evident that the field service trip will extend into a scheduled swap, the employee will notify management and the employee will be paid at the straight time rate of pay during the swap period. If an employee is on a field service trip and it becomes evident that the field service trip will extend into a scheduled swap-off, the employee will notify management and the employee will be paid at straight time rate of pay for any hours worked that fall within the employee's originally scheduled shift(s). No overtime payment or paid rest will be paid as a result of working the swap.
- L. Employees are personally responsible to remain in compliance with Federal Air Regulations and Company requirements at all times relative to personal duty time regulations. The Company requirement will be no more than one (1) day above the minimum Federal Air Regulations.
- M. If an employee agrees to work a double shift as a result of a swap and later calls in sick, he will be charged with sick leave for both shifts missed.

<u>ARTICLE 15 – SHIFT SWAPS</u>

N. If an employee is denied a requested DAT/comp day due to needs of service, and subsequently arranges for another employee to work in his place, the employee shall be paid for the day at his appropriate straight time rate and a DAT/comp day will be deducted. This DAT/comp swap shall not count as a swap for purposes of the limitations in this provision.

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O. In circumstances where shift swaps have been approved (single shift or double shift)
and where the employee who is scheduled to work for another employee is unable to
do so (e.g., due to a leave of absence (paid or unpaid), transfer, termination, jury duty,
schedule re-bid, occupational injury), the Company reserves the right to cancel
approved shift swap provided seven (7) days' notice is given to the affected
employees.

ARTICLE 16 - COMPENSATION

- A. During the period of this Agreement, the rates of pay for the classifications of work covered will be in accordance with the Wage Schedules shown in this Article which are incorporated and made a part of this Agreement.
- B. An employee's base pay will mean the chart rate plus any applicable premiums and/or differentials and will apply to the calculation of pay for any overtime applications, vacation pay, holiday pay, sick leave pay, travel pay, field trip, furlough or severance pay, sick leave conversion to an HRA and pay for occupational illness or injury (OJI).
- C. The chart hourly rates of pay as set forth in this Article shall be effective on the first Monday after the date of ratification.

			MCT/MO	С	
		2021+2	2022+2	2023+2	2024+2
YOS	2020	%	%	%	%
0-1	34.39	35.08	35.78	36.50	37.23
1-2	37.66	38.41	39.18	39.96	40.76
2-3	40.33	41.14	41.96	42.80	43.66
3-4	43.24	44.10	44.98	45.88	46.80
4-5	46.50	47.43	48.38	49.35	50.34
5-6	59.59	60.78	62.00	63.24	64.50
6-7	59.69	60.88	62.10	63.34	64.61
7-8	59.79	60.99	62.21	63.45	64.72
8-9	59.89	61.09	62.31	63.56	64.83
9-10	60.84	62.06	63.30	64.57	65.86

- D. For employees hired into the Maintenance Control Technician classification progression from one step to the next will be based on twelve (12) months of service in the classification in each step. These rates of pay and the progression are subject to the provision of paragraph D below.
- E. Flexible Starting Rates

- 1. In the event that the Company, in its sole discretion, finds that any or all of its starting pay rates (Step 1) as specified in paragraph B above, are non-competitive with local market starting rates for similarly situated jobs, the Company may hire applicants in the classification at any station/base/location at rates of pay higher (Step 2 through the maximum hourly rate in the applicable pay scale) than those starting rates specified in paragraph B above. As market conditions change, the Company may, in its sole discretion, change its designated starting rate. The designated starting rate may be higher or lower than previous designated starting rates. The starting rate may not be lower than Step 1 nor higher than the maximum hourly rate in the applicable pay scale.
- 2. In those stations/base/locations where higher starting rates of pay are designated in accordance with paragraph D (1) above, all employees in that classification at

ARTICLE 16 - COMPENSATION

that station/base/location who are receiving less than the new designated starting rate of pay will have their rate of pay concurrently increased to the new designated higher starting rate for that classification in that station/base/location.

3. An employee receiving a flex rate of pay will remain at that pay step on the pay scale until such time that his seniority reaches a point that would allow him to advance to the next step.

4. An employee who transfers to or from a station/base/location which has an adjusted starting rate of pay for his classification will have his rate of pay adjusted upward or downward to conform to the rate of pay received by an employee with the same pay seniority as his at his new station/base/location. The adjusted rate may not be less than Step 1 nor higher than the maximum hourly rate in the applicable pay scale.

5. It is understood and agreed that the effective dates of step increases and other changes in pay rates are determined by the employee's pay seniority.

F. LICENSE PREMIUM

1. Employees in the Maintenance Control Technician classification will receive five dollars and twenty-five cents (\$5.25) per hour license premium for holding both FAA Airframe and FAA Power Plant Licenses:

2. License premium pay will be compounded in the computation of overtime rates and for those employees retiring, license premium pay will be included in the pensionable earnings of those employees.

G. LINE PREMIUM

All Maintenance Control Technicians will receive a line premium of two dollars and fifty-five cents (\$2.55) per hour, which will be compounded in the computation of overtime rates. The Line premium will also be included in the pensionable earnings of retiring Maintenance Control Technicians.

H. MAINTENANCE CONTROL TECHNICIAN (MCT) PREMIUM

All Maintenance Control Technicians will receive a premium of one dollar and seventy five cents (\$1.75) per hour, which will be compounded in the computation of overtime rates. The Maintenance Control Technicians premium will also be included in the pensionable earnings of retiring Maintenance Control Technicians.

I. Shift Differential Premium will be paid as follows:

1. An employee assigned to a shift, which begins at or after 0900. and before 1959 will receive a shift differential of fifty-one (.51¢) cents per hour.

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<u>ARTICLE 16 - COMPENSATION</u>

- 2. An employee assigned to a shift, which begins at or after 2000, and before 0559 will receive a shift differential of fifty-eight (.58¢) cents per hour.
- 3. No shift differential will be received by an employee assigned to a shift which begins at or after 0600 and before 2059.
- 4. An employee whose assignment is to cover for shift relief or days off will be paid a premium of sixty-one (.61¢) cents for all hours worked during the week.

Example Start Times:

0600	to	08:59	None
0900 .	to	19:59	\$.51
2000	to	05:59	\$.58
Relief shi	fts		\$.61

- J. An employee will receive the shift differential applicable to the shift to which he is regularly assigned. The applicable shift differential will be included with the employee's hourly rate in the calculation of pay for overtime, vacation, holiday, sick leave benefit and benefits paid for absence due to an occupational illness or injury compensable under the applicable Workmen's Compensation law.
- K. An employee who is required by the Company to fly on a test hop will receive one (1) hour's pay at his base hourly rate in addition to the regular pay for each hour or fraction thereof spent on the test hop. The Company will provide a maximum of \$200,000 Test Flight and Observer Aviation Accident Insurance under the conditions outlined in the American Airlines liability policy for employees covered by this agreement
- L. An employee who permanently transfers at his own request to another classification of work as provided in any Association agreement will continue to receive his same chart hourly rate per hour but, in no event, will his chart hourly rate exceed the maximum rate for the classification to which he transferred.
- M. If his chart hourly rate at the time of such transfer is not the same as any regular chart rate per hour for the classification to which he transferred, he will immediately receive the nearest higher regular rate per hour for such classification. Thereafter, the employee shall progress on the normal progression scale in the new classification. In the case of a transfer from a higher to a lower classification caused by a reduction in force under this Agreement, the above rules will apply.

ARTICLE 17 – PROFIT SHARING

A. The terms of profit sharing benefits for TWU/IAM Association represented employees (which replace and supersede any previous profit sharing provisions) shall be as set forth in this Article 17.

B. TWU/IAM Association represented employees will be eligible for annual profit sharing award payments if, for the year that the profit sharing award payment is attributable, (i) the employee received eligible earnings (under the meaning used by the current AAG profit sharing plan) from the Company for that profit sharing year and (ii) remained employed on the last day of that profit sharing year, or whose employment terminated during the profit sharing year by reason of the employee's retirement, involuntary furlough, disability, or death.

C. For each profit sharing year, the Company will calculate profit sharing award payments as follows:

1. An amount equal to ten (10) percent (10%) of the dollar amount of American Airlines Group Inc.'s ("AAG") Pre-Tax Earnings up to \$2.5B for that year, and, an amount equal to twenty (20) percent (20%) of the dollar amount of AAG's Pre-Tax Earnings above \$2.5B for that year will be attributed to a profit sharing pool ("Total Profit Sharing Pool").

2. A percentage of the Total Profit Sharing Pool will be allocated to the eligible TWU/IAM Association represented employees by dividing the total eligible earnings of the TWU/IAM Association represented employees by the total eligible earnings of all participants in AAG's profit sharing program(s) ("TWU/IAM Profit Sharing Pool").

3. The TWU/IAM Profit Sharing Pool will be divided by the amount of all the TWU/IAM Association represented employees' eligible earnings, and the resulting quotient shall be the "payout percentage."

4. The amount of the profit sharing award payment for each TWU/IAM represented employee who is eligible for a profit sharing award for a profit sharing year shall be the product of the payout percentage multiplied by such eligible employee's eligible earnings from the Company for the applicable profit sharing year.

D. "AAG's Pre-Tax Earnings" means the earnings of AAG provided that such "earnings" are determined (i) before any applicable income tax expense, and (ii) by excluding all accruals under profit sharing plans and any other incentive compensation plan or agreement, and all extraordinary, unusual, one-time, restructuring, reorganization, integration, reduction in force, or other similar accounting adjustments as may be determined by the compensation committee of the Board of Directors in its discretion, after consultation with AAG's independent auditors; and provided, further, that AAG's Pre-Tax Earnings remain positive after accruals under profit sharing plans and all other incentive compensation plans or agreements are taken into account.

ARTICLE 17 – PROFIT SHARING

- E. Profit sharing award payments shall generally be made by March 15th of the subsequent calendar year or other such date as required by applicable law.
- F. The Company retains discretion over all profit sharing related matters not specifically addressed in this Article.

- A. The applicable rate of pay computed on an actual minute basis, adjusted to the nearest tenth (.1) of an hour with a minimum of one (1) hour overtime, shall be paid.
 - 1. The rate of time and one half (1.5) shall be paid for the first four (4) hours worked by an employee in advance of or after his regular scheduled hours on a regular scheduled day, and for all hours worked by an employee on a regularly scheduled day off up to his regular scheduled-hours, except as provided in paragraph A (2) and (3).
 - 2. The rate of double-time (2) shall be paid as follows:

- a. For all hours in excess of the first eight (8) paid hours, on any one (1) of the employee's regularly scheduled days off in each work week.
- b. If shift coverage is required for a twelve (12) hour shift call, it will be paid as follows, first eight (8) hours at time and one half (1.5) the remaining hours will be paid at double time (2).
- 3. The rate of double-time (2) shall also be paid to an employee who in a twenty-four (24) hour period, works in excess of twelve (12) hours if the employee is regularly scheduled to work an eight (8) or twelve (12) hour schedule.
- B. For overtime purposes, the twenty-four (24) hour period will begin with the starting time of the employee's regularly assigned shift. Notwithstanding this twenty-four (24) hour rule, the rate of double time shall be paid to an employee for all work in excess of twelve (12) hours where the first twelve (12) hours worked have been consecutive.
- C. When an employee works on his scheduled day(s) off he will be entitled to at least eight (8) hours of work at the applicable overtime rate.
- D. Employees who change shifts or days off due to the annual rebid, realignment or bidding on another job shall not be paid overtime as a result of such change. However, an employee shall be paid overtime when his shift, or days off are changed by the Company and the work week provisions are thereby violated.
 - Example: Employees that do not have the seniority to remain on their shift during the annual rebid, realignment or who are bumped or abolished and therefore required to bid to a different shift will be paid at the overtime rate if the work week provisions are violated.
- E. After all employees within the desk have been proffered the overtime assignment and additional manpower is still required, qualified personnel from another desk may be requested to work overtime.

F. No employee will be expected to work overtime against his wishes.

G. When an employee completes his shift and is recalled to work, not in conjunction with his regularly scheduled shift, he will be paid no less than four (4) hours at the overtime rate applicable for each call.

H. When an employee is contacted outside of work for a technical support related question or problem not related to the employee's oversight, he will be paid not less than one (1) hour at his base hourly rate. This provision does not apply to general notice phone calls, offering overtime, or other administrative issues.

I. Employees who have been required to work sixteen (16) consecutive hours which results in less than seven and one half (7 ½) hours rest prior to the employee's regular shift in the succeeding workday, the employee will receive straight time rates until the seven and one half (7 ½) hour rest period is achieved and will report for the remainder of his scheduled shift.

J. If an employee has worked sixteen (16) consecutive hours at his home station, he must have a rest period of seven and one half (7 $\frac{1}{2}$) hours. At the end of the seven and one half (7 $\frac{1}{2}$) hour rest period he will again be governed by the overtime rules.

K. No overtime shall be worked except by direction of the proper supervisory personnel of the Company, except in cases where prior authority cannot be obtained.

L. If the Company bypasses any employee(s) in violation of this Article, excluding the application of paragraph A. above, the Company will pay the equivalent number of eligible employee(s) with the lowest hours on the Overtime List. The award will be the number of hours missed on that overtime opportunity at the applicable overtime rate. The employee(s) will be charged the appropriate hours on the Overtime List.

M. Overtime work will be distributed among the employees qualified to perform the work necessitating overtime within their appropriate desk as equitably as practicable in accordance with Overtime Distribution Procedures. The Company will establish the administrative process used to sign-up, offer, and award overtime.

N. Management may maintain employee qualification lists in each bid area based on training records and/or work experience. The qualification lists shall be accessible to employees and will be kept current to reflect each employee's qualifications for overtime and field trips. Qualification training will be provided by the Company through classroom or on the job training (OJT) subject to the availability of the work, by classification seniority, on the shift, within the bid area, to employees who request it.

O. When classroom training is required, the Company will advise employees who request classroom training (applicable to their bid area) of the earliest reasonable date their training is scheduled to begin.

Personnel subject to duty time

P. The parties recognize the obligations of both employees and the Company under Duty Time Federal Aviation Regulations, which requires that all maintenance personnel performing maintenance must have at least four (4), twenty-four (24) hour periods off per calendar month. The FAA requires the Company to report duty time violations and has indicated that they will pursue violations with both the employee and the Company.

1. The Company shares the responsibility to monitor duty time limits, and the employee shares the responsibility to notify local management of possible Duty Time FAR violations upon the proffer of day off overtime. The employee will not be charged for overtime if such proffer would put him in violation of FARs.

2. If an employee has not had the required time off during the calendar month and is in jeopardy of violating the Duty Time FARs, he may not be eligible for day off work and may be required to take additional time off. This time off may be an authorized absence without pay or vacation time (VC, or DAT, COMP) at the employee's option.

3. No employee will be required to utilize his vacation, DAT or COMP time to comply with the Duty Time FARs without his consent.

Q. The Company will assist an employee in monitoring his time off by posting the ATA 231 Duty Time Limitation Report during the third and fourth week of each calendar month. An employee may examine this report so as to better monitor his own personal time off.

Overtime Distribution Procedure

R. General

 1. The Overtime Procedures are applicable at all MCT locations. These procedures determine how the Company offers and assigns overtime. Compensation shall be paid in accordance with this Article.

2. The Company shall maintain the record of overtime hours charged. When overtime is called, a record of calls they made, time of call, person calling and response shall be provided to the union. When overtime is awarded using the automated system, the union shall be provided access to the records and to the automated computer system to verify the compliance with these procedures. Hours charged to the Overtime List (OTL) shall be updated immediately at the

conclusion of the overtime offer.

3. On the second Monday of January, every year, at 2359 hrs. local time, the Company shall reset the hours by Classification Seniority on the OTL to zero (0) for equalization purposes for all desks. In the event two (2) or more employees have the same seniority date, the OTL shall list the employee that is higher on the master seniority list first. Overtime hours worked, after 0001hrs, local time on the second Tuesday of January will be added to the new OTL.

4. Employees accepting overtime shall report as directed by management.

S. Overtime Lists

1. Each desk shall maintain a separate Overtime List (OTL). The OTL shall list employees by overtime hours charged.

The OTL shall list employees in inverse hour order, those with the fewest hours at the top. In the event two (2) or more employees have the same number of hours, the employee higher on the master seniority list shall be listed first. Hours will be shown in whole hour increments, with fractions of 0.5 or less being rounded down, and fractions of 0.6 or more being rounded up.

T. Overtime Sign-Up and Selection

 Employees who want to work overtime shall make themselves available by signing up for overtime by using the electronic tool. In the event the electronic tool is offline, employees shall be proffered overtime utilizing a manual proffer from the master list for that desk and charged only if worked.

2. It is understood that Full Shift/Day Off OT is the recognized standard, except for the following:

a. Early Call-In (ECI) & Hold-Over (HLD) overtime shall not be combined to cover known full shift overtime opportunities unless the OTL for that desk and then those qualified from other desks who have made themselves available have been exhausted.

b. Four-hour ECI/HLD may be used for on shift response due to unforeseen circumstances.

3. Employees can make themselves available for overtime at any time as described below and shall appear on the OTL. When overtime is required, management shall take a time stamped snapshot of the OTL for solicitation and the person lowest in hours on the applicable OTL shall be offered first; with the list continuing to be run in lowest to highest until the overtime need is fulfilled. If additional

<u>ARTICLE 18 – OVERTIME</u>

overtime is required, subsequent snapshots of the OTL shall be utilized.

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- 4. Once a snapshot is taken, the first offer for overtime shall be within sixty (60) minutes and that list shall be utilized until that overtime need is fulfilled. If the offer of overtime is not started within sixty (60) minutes or any additional offer(s) of overtime are made, a new snapshot must be taken, and that list shall be utilized until that overtime need is fulfilled.
- 5. Employees can sign up for Overtime up to fourteen (14) calendar days in advance.
 - a. Full shift overtime or ECI shall be awarded via the automated system to employees who have made themselves available on the OTL no more than twenty-four (24) hours and no less than twelve (12) hours in advance of the start of the overtime shift. Once awarded via the automated system the employee shall be considered to have accepted the overtime and can no longer refuse.
 - b. If the proffer of full shift or ECI overtime is less than twelve (12) hours in advance of the start of the overtime shift, such proffer shall be by phone or by positive contact if the employee is on shift working at the time of the overtime proffer. When overtime is proffered, within twelve hours in advance of the start of the overtime shift, the employee can accept or decline the overtime and shall be charged for all hours proffered; except if an employee is proffered overtime with less than two (2) hours' notice and refuses the overtime, he shall not be charged overtime hours for the refusal.
- 6. For Full Shift/Day Off Overtime shifts, an employee shall only be offered overtime once for each shift if the employee refuses.

U. Offering Overtime from the OTL

- 1. An employee on his last regular scheduled work day, who works any post shift overtime shall not be eligible to work any additional overtime until the start of his first day off shift.
- 2. When the need for overtime arises, the Company shall offer the overtime from the OTL for the desk that normally performs the work. In the event sufficient personnel are not available from the OTL from the desk to meet the overtime requirements the overtime may be called from qualified employees on another desk that have made themselves available.
- 3. In the event of new work or a process where the training has begun and hasn't been completed or where a reasonable opportunity is afforded to everyone to be trained; qualifications can be utilized for overtime selection.

4. Once overtime is called, it shall not stop on a refusal, unless the overtime list being used has been exhausted.

V. Eligibility

 Employees who have been scheduled for training immediately prior to their scheduled start times are ineligible for ECI; however, they remain eligible for HLD. Employees who have been scheduled for training immediately following their scheduled stop times are ineligible for HLD; however, they remain eligible for ECI for that shift.

2. Employees serving a probationary period under Article 10 are not eligible for overtime.

15 3. Employees in a trial period are not eligible for overtime.

4. Employees on a DAT, comp time, or leaves of absence, regardless of compensation for time off work, are not eligible to work overtime.

5. Employees on weekly vacation are only eligible for overtime on their regularly scheduled days off.

6. Employees who utilize hour at a time (HAT) vacation at the beginning of their shift shall not be eligible for ECI and employees who utilize hour at a time (HAT) vacation at the end of their shift shall not be eligible for HLD.

7. Employees who are National Guard/Reservists shall not be considered eligible and shall not be charged during scheduled activity periods, or weekend drills, due to their leave of absence status.

W. Charging of Hours

 An employee who works/refuses overtime shall be charged on a converted basis for the number of hours proffered. (E.g. 1.5, 2.0, or 2.5 times the number of hours offered)

2. In the event an employee voluntarily requests to work less than the offered overtime, he shall only be paid for the time that he actually works but will be charged for all hours proffered.

3. Employees that do not make themselves available by signing up for overtime shall not be charged.

1	4. I	n situations where the Company offers overtime by phone and an answering
2	r	nachine or voicemail responds a message shall be left with the overtime offer,
3	i	nformation and call back number. An employee who does not answer shall be
4	C	considered "unavailable" and not charged for a refusal; except,
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3	a	a. If the employee returns the call, and the Company has not completed the OT
7		offer, the employee shall be free to accept the OT and shall be charged.
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9	ŀ	o. If the employee returns the call, and the Company has not completed the OT

offer, and the employee refuses the OT he shall be charged.

c. If the employee returns the call and the Company has completed the OT offer, and the opportunity for OT is no longer available, the employee shall not be charged.

X. Employee Movement and the OTL

1. An employee returning from any authorized leave of absence shall retain the same number of hours as when he left until such time that the OTL is zeroed.

2. Employees who move to a new desk shall receive the average overtime of the new desk.

ARTICLE 19 - FIELD TRIPS/TRAVEL PAY

A. When employees engage in field trips from their home station, to provide technical assistance to AMT's, they shall be paid one and three-quarters (1.75) times their hourly base rate of pay for all hours worked, traveling, on call, or prep time in accordance with this Article.

1. All hours worked, traveling, on call, or prep time in accordance with this Article, on a Holiday while on a field trip will be paid at the applicable Holiday rate.

B. When air travel is required for a field trip, the Company will provide round trip space positive travel. Such travel by air will only be on U.S. carriers operating under FAR Part 121, or carriers under FAR Part 135 (or successor regulations) or foreign air carriers who are members of IATA, or on comparable air operators. (e.g., Lear Jet operators)

C. No employee will be required to travel on field trips in a single engine aircraft against their wishes.

D. Employees who are on field trips and who are on-call in excess of four (4) hours or if employees are at a hotel and a hotel shuttle is not available, the Company will provide a Company vehicle or other mode of transportation upon request (i.e. car for hire). The employee will be reimbursed for any expenses, by providing receipts.

E. When an employee accepts a field trip away from his home station, on his scheduled day off, he shall be paid a minimum of eight (8) hours, or eight and one half (8.5) if on a 6-3 schedule or twelve (12) hours if on a twelve (12) hour day schedule of compensation at one and three-quarters (1.75) times their hourly base rate, whether traveling, on call, or working.

F. If the company directs the employee(s) to take a rest period after sixteen (16) hours or more on duty, excluding prep time, it will be at a hotel (single occupancy). If the rest period is for an eight (8) hour period, he will be compensated at his base rate of pay for the rest period. If the rest period is less than eight (8) hours he will continue to be paid at the rate of one and three quarters (1.75) times their hourly base rate of pay. At the end of an eight-hour rest period, the employee will be returned to duty at the field trip rate of one and three quarters (1.75) times their hourly base rate of pay.

G. If after sixteen (16) hours or more on duty, excluding prep time, the employee(s) may request a rest period, if requested it will be for eight (8) hours at a hotel (single occupancy) and the employee(s) will be paid at their base rate of pay for the eight (8) hour rest period. At the end of the eight (8) hour rest period, the employee(s) will be returned to duty at the field trip rate of one and three quarters (1.75) times their hourly base rate of pay.

H. If a field trip shall continue so that its termination shall fall less than seven and one half (7 ½) hours prior to the commencement of the employee's regular shift, he will not be required to report for his next regularly scheduled shift and will be paid his base

ARTICLE 19 - FIELD TRIPS/TRAVEL PAY

hourly rate for all regularly scheduled work hours.

I. If the field trip is outside of the United States and its territories, the Company will either provide advance payment or arrange for the payment of all expenses for required work permits, visas, inoculations, or any associated fees required to perform the work.

J. An employee who is required to use a passport in conjunction with travel for a field trip will be entitled to reimbursement for routine passport fees (once per passport renewal cycle).

K. Field trip work will be distributed among the employees qualified to perform the work necessitating the field trip. (Procedure TBD)

L. Field Trips may be assigned by management to any location.

M. An employee involved in a field trip away from his Base station will receive an hourly per diem allowance of two dollars and thirty cents (\$2.30) per hour domestic and two dollars and eighty cents (\$2.80) per hour international, to cover all incidental expenses (excluding lodging and transportation cost) incurred during such assignments; with an increase of five cents (\$.05) per hour on January 1st of each year. The per diem allowance will commence sixty (60) minutes before the scheduled departure of the flight actually taken by the employee, or any earlier flight for which he stood by and will end thirty (30) minutes after the actual gate arrival at his home airport. The time of departure and return will be provided by the employee and included on his expense report for such assignments.

N. For international field trips, where the employee's total reimbursable meal and incidental expenses (as established by Company Policy) exceed his total daily per diem allowance and upon submission of actual receipts, the employee shall be reimbursed up to an amount equivalent to the difference between his total daily per diem allowance and the amount provided for under the M&IE rates published by the State Department (www.state.gov).

O. Within five (5) days after returning to his home station, or at the close of each week in the event an employee is away for a period longer than one (1) week, the employee shall submit an expense report in accordance with Company regulations, and if the employee has returned to his home station, it shall be accompanied by the balance of any expense money advanced, but not accounted for on the expense report.

P. Employees called from home, for field trips after completing their regular shift assignment or on a regular day off, will commence his pay two (2) hours for domestic field trips and three (3) hours for international field trips, inclusive of preparatory time, prior to the scheduled departure of the flight and will end thirty (30) minutes after the actual gate arrival at his home airport (definition of international is anywhere a passport is required). Rate of pay will be at one and three-quarters (1.75) times their hourly base rate, and in all possible cases, will be given two (2) hours or more notice

ARTICLE 19 - FIELD TRIPS/TRAVEL PAY

before departure time.

Q. Employees on a regular shift assignment will be allowed time to prepare for a field trip assignment without loss of pay. Field trip rate (one and three-quarters (1.75) times hourly base rate) will commence sixty (60) minutes before the scheduled departure of the flight actually taken by the employee, or any earlier flight for which he stood by and will end thirty (30) minutes after the actual gate arrival at his home airport.

R. No employee will be required to work alone on a field trip.

S. The Company may dispatch the eligible on-duty employee, low on the field trip list, for field trips when such field trips involves transportation by common carrier and the scheduled departure is within two (2) hours for domestic and three (3) hours for travel outside the contiguous 48 states from the time it is determined that the field trip is necessary.

T. The field trip list will be called for field trips when air taxi or ground transportation is used for travel outside of his home station.

a. When an MCT is dispatched to provide technical assistance to AMT's for field trips and the conditions of a field trip change, (e.g., job requirements or additional work), employees who have accepted the trip and agree to the work under the changed conditions, may be utilized.

ARTICLE 20 - TRAINING, TRAVEL PAY AND MEAL PER DIEM

A. Any employee who is required by the Company to attend training classes during regular working hours will be paid for time spent in attendance at the classes at his base hourly rate and the time will be deemed as time spent at his regular work for all purposes.

B. An employee required to travel on any scheduled work day in conjunction with training away from his station before or after his regularly scheduled shift will be compensated at the applicable overtime rate.

C. An employee required to travel on any scheduled day off in connection with training away from his residence or station, will be compensated for all travel time at the applicable overtime rate, but in no event for less than four (4) hours. Travel time in this Article will begin ninety (90) minutes before the scheduled departure of the flight actually taken by the employee, or any earlier flight for which he stood by, and will end thirty (30) minutes after the actual gate arrival at the destination. If the training is at an offsite location, reasonable time will be paid for travel to the location.

1. If the employee is traveling from/to his residence, which is not his station, in no event will the travel time paid be greater than the scheduled flight time between his station and the training location. Additionally, the employee will be paid ninety (90) minutes for time prior to and thirty (30) minutes for time after the scheduled flight time, as referenced above in paragraph D.

2. If the training is conducted at his station or in the city of residence, paragraph D. does not apply.

D. Where a training period results in less than seven and one half (7 ½) hours rest prior to the employee's regular shift in the succeeding workday, the employee may choose to work and will be paid the applicable overtime rate or the employee may choose to receive straight time rates until the seven and one half (7 ½) hour rest period is achieved and will report for the remainder of his scheduled shift.

E. Training sessions may be scheduled pre-or post-shift for a minimum of one (1) hour up to a maximum of four (4) hours at the applicable overtime rate of pay and will not include any meal period.

F. An employee who consents to attend training on any scheduled day off will be compensated for the training at the applicable overtime rates in Article 18, Overtime.

Training sessions will be no more than eight (8) hours in length and a minimum of eight (8) hours of pay at the applicable overtime rate on a regularly scheduled day off.

G. An employee involved in training away from his station will receive an hourly per diem allowance of two dollars and thirty cents (\$2.30) per hour domestic and two dollars eighty cents (\$2.80) per hour international to cover all incidental expenses (excluding lodging and transportation cost) incurred during such assignments; with an increase

ARTICLE 20 – TRAINING, TRAVEL PAY AND MEAL PER DIEM

of five cents (\$.05) per hour on January 1st of each year. The per diem allowance will commence sixty (60) minutes before the scheduled departure time of the flight actually taken by the employee, or any earlier flight for which he stood by, and will end thirty (30) minutes after the actual gate arrival at his home airport. The time of departure and return will be provided by the employee and included on his expense report for such assignments. Such employee will not be entitled to the foregoing hourly per diem during periods of time he has returned to his residence or his station inclusive of travel time during personal time off from training.

H. For international training where the employee's total reimbursable meal and incidental expenses (as established by Company Policy) exceed his total daily per diem allowance, upon submission of actual receipts, the employee shall be reimbursed up to an amount equivalent to the difference between his total daily per diem allowance and the amount provided for under the M&IE rates published by the State Department (www.state.gov).

I. The Company will provide round trip space positive travel on Company aircraft to and from the training assignment. Upon the employee's request, the Company will also provide round trip space positive travel on Company aircraft to and from his residence or his station on his days off while on training assignments away from his station. Such employee will not be entitled to hotel or other expenses away from his station during periods of time he has returned to his residence or his station.

J. When required to remain overnight to attend training in locations where transportation between the hotel and the training event is not available or meal service is not available at the hotel, the Company will authorize a rental car, taxi or other means of transportation. When a rental car is provided it will be at least a mid-sized car for every one (1) to four (4) employee(s). The employee will be reimbursed for reasonable transportation expenses by providing receipts.

K. Upon application, an employee will be given an advance by the Company to cover his expenses while away from his station.

L. Within five (5) days after returning to his station, or at the close of each week in the event an employee is away for a period longer than one (1) week, the employee shall submit an expense report in accordance with Company regulations, and if the employee has returned to his station, it shall be accompanied by the balance of any expense money advanced, but not accounted for on the expense report.

M. When new equipment or technology is put into service by the Company, employees shall be given the opportunity to be trained, by particular classification, on the new equipment or technology whenever that equipment is maintained or repaired by the Company or the technology is utilized in the maintenance or repair of such equipment by the Company. The Company will make every effort to train sufficient numbers of employees to accomplish this. The Company may utilize those employees trained and qualified based on the needs of the service.

ARTICLE 20 - TRAINING, TRAVEL PAY AND MEAL PER DIEM

N. When a midnight shift employee with a scheduled shift start time between 1800 and 2359 is assigned training outside of his station for one (1) day or more, the Company will change his scheduled shift to either day shift or afternoon shift with weekends off until such training is completed.

O. An employee selected for training under these procedures will be designated in the order of his Classification seniority, subject to his availability, to the extent of the number required, where training is deemed necessary for a regular work assignment unless otherwise agreed to by the Company and the Union. The Company may select employees for training based on the individual's needs for additional training as determined by the Company (e.g., remedial/refresher training).

P. In the event a senior employee is not assigned to training because it was deemed unnecessary to his regular work assignment, or as provided in paragraph O above, his rights under the Agreement will not be affected.

Q. Training normally will be scheduled to provide at least seven (7) days of notice to the employees affected, except in the event of training required to meet unanticipated conditions such as airworthiness directives, fleet campaign directives, or vendor instructions. This provision will not require the notice to employees exercising seniority under Article of this Agreement.

R. To the extent that work requirements permit, training will be accomplished during the employee's regular working hours.

S. Computer based training will be scheduled and is expected to be completed on Company computers during working hours.

T. Each specialized or manufacturer's training which is for more than five (5) work days may require a stability period of up to one hundred twenty (120) days. Stability periods will begin the day the employee completes specialized or manufacturer's training. Recurrent or familiarization training will not be considered specialized training.

U. Employees in a one hundred twenty (120) day stability period may bid positions and will be awarded based on Article 9 of this Agreement. In the event an employee is awarded a position during the stability period the Company may withhold that transfer until the completion of his stability period.

V. Subject Matter Expert (SME) Program:

1. The MCT with the most Classification seniority who volunteers for the position will assume the role of the SME on each desk/work unit.

2. SMEs will provide guidance to his specific desk/work unit, as well as to other MCTs from other desk/work units.

ARTICLE 20 – TRAINING, TRAVEL PAY AND MEAL PER DIEM

3. The MCT accepting the SME position will work his regularly bid work schedule when not acting in the capacity of a SME. The SME will support his home desk and work his normally bid shift, however, the SME coordinator and SME may mutually agree to adjust the shift start time up to two hours in order to capture training for the opposite shift. The SME would end his shift the equivalent period of time earlier or later, so that he remains working his standard shift period.

- 4. The SME may be asked to cover a training event on a shift during his regularly scheduled day off. In this case, the SME has the option to teach the class and then complete a full day at the desk, or to depart after the training event, or to refuse to work the day off training event. Appropriate overtime rates apply, and he will be charged the hours on his home desk overtime list.
- 5. In no event, will a SME work more than seventeen (17) consecutive hours, whether while providing training or working the desk in conjunction with providing training.
- 6. In the event that a SME is scheduled to provide training, and a desk field trip is proffered to the desk, he remains eligible.
- 7. In the event that a SME will not be available to provide training for a scheduled class due to absence (FT, SK, LOA, ML, etc.), the following will apply to cover the event: If there are regularly scheduled available SME's to cover the assignment, the SME coordinator will work out coverage through the remaining SME's; If overtime is required to fulfill the obligation, then the SME with both the knowledge necessary and the lowest overtime hours of all SME's will be proffered the assignment.
- 8. The SME may be called upon to help with instruction for other desks, as needed.
- 9. The SME will go through a review with a SME coordinator (member of management) after six (6) months/ ten (10) classes. The review is designed to evaluate the SME and provide guidance. The SME can step down at any time, however, the normal service period for a SME is one year.

ARTICLE 21 – ISSUANCE OF SIDA BADGE

A. Renewing SIDA Badge

1. Employees who renew a SIDA badge at a station shall be permitted to complete the renewal process during their regularly scheduled shift if the SIDA office is open during those shift hours. If an employee's regularly scheduled shift is other than when the SIDA office is open, the employee shall be paid at straight time for the time required to process the application during their off-duty hours.

If the renewal of an employee's SIDA badge is delayed and the SIDA badge expires, the employee shall be placed on a personal leave of absence with reinstatement rights for SIDA access for up to ninety (90) days, unless extended by the Company on the basis of extenuating circumstances.

B. Obtaining a New SIDA Badge

1. Upon notification of transfer or bid award, the Company will provide the employee with a phone number, email address, and the name of the employee's point-of-contact at their new station. The employee will then contact the new station's point-of-contact within three (3) business days for instructions/paperwork necessary to get the new SIDA badge. The employee must immediately notify his existing manager that he contacted his new station point-of-contact.

2. The Company will provide necessary paperwork and/or arrange positive space transportation to the new station within seven (7) business days of the employee making contact with the new station. Should the Company fail to provide necessary paperwork and/or arrange positive space transportation within seven (7) business days of the employee making contact with the new station and notifying his existing manager, the employee will be paid at time and one half (1½) for all normal straight time hours worked until the above requirements are met.

3. When an employee is required to obtain his SIDA badge, he will be afforded time during his regularly scheduled shift. If an employee is required to obtain his SIDA badge outside of his regularly scheduled shift, he will be compensated at straight time rates. Employees required to travel to obtain their SIDA badge will be compensated for the minimum hours they were scheduled for that day at straight time rates. If the travel time exceeds the employee's regularly scheduled hours or travel is on his scheduled day off, he will be compensated at straight time rates.

4. The employee will continue working in his current position at his current station for a time sufficient to allow for the processing of his SIDA badging in his new work location.

ARTICLE 21 – ISSUANCE OF SIDA BADGE

- 5. Following completion of the fingerprinting and SIDA application at his new station, the employee must present verification to his supervisor at his current station that the procedure is complete and he will transfer to the new location in accordance with Article 9.
- 6. No employee will incur any cost associated with the initial issue or timely renewal of Company or associated Airport/Base required ID badges.
- 7. An employee who cannot obtain a SIDA badge at his new station, but can maintain his SIDA badge at his current station, will be allowed to remain in his existing classification and pay status in his bid position at his current station. If an employee cannot maintain his SIDA badge at his current station, the employee shall be placed on a personal leave of absence with reinstatement rights for SIDA access for up to ninety (90) days, unless extended by the Company on the basis of extenuating circumstances.
- 17 8. Other expenses incidental to the transfer will be borne by the employee.

ARTICLE 21.1 - BACKGROUND CHECK LOA

1	RE: BACKGROUND CHECK
2 3 4	Revised March 26, 2020
5	Tim Klima
6	Airline Coordinator
7 8	Transportation Department IAMAW
9	Mike Mayes
10	Air Division Director
11 12	Transport Workers Union of America
13 14 15	The Union has recently raised the question regarding the Company position should a criminal history records check, as required under the TSA fingerprinting regulations disclose information regarding criminal activity that is not a disqualifying offense within
16 17 18	the meaning of the regulations, <i>i.e.</i> , is not on the list of disqualifying offenses included in the regulations or did not occur within the last ten (10) years.
19 20 21	The answer is that no information obtained in connection with the CHRC will be used for any purpose not permitted under the regulations. We believe that the regulations as presently written do not provide for the use of any information regarding <u>non-disqualifying</u>
22 23	offenses and/or any offenses that occurred more than ten (10) years before the date of the individual's application for unescorted SIDA access.
24 25 26	Sincerely,
27	/s/James B. Weel
28 29	Managing Director – Labor Relations American Airlines, Inc.

ARTICLE 22 – HOLIDAYS

A. Employees will observe the following holidays each year and the holiday pay will be equal to the number of regularly scheduled hours: New Year's Day, Martin Luther King Day, Presidents Day, Memorial Day, Independence Day, Labor Day, Veterans Day, Thanksgiving Day, the day after Thanksgiving, and Christmas Day. The actual day on which the holiday falls will be observed as the holiday.

- 1. If a holiday falls on an employee's day off, that employee will be paid in accordance with paragraph C.
- 2. The Company shall give at least seven (7) days' notice of any reduction in the required complement on any of the foregoing holidays.
- 3. When a full scheduled crew is not required to work on a holiday, employees will be offered the holiday off on the basis of Classification seniority, by shift, in the bid area at that location until the reduced complement is achieved. Once the reduced complement is achieved and the Company finds it necessary to increase the complement, those employees in the bid area who were not afforded an opportunity to work by reason of such reduction will be asked to work first in order of Classification seniority, shift and department prior to utilizing the overtime list.
- 4. For pay purposes the twenty-four (24) hour holiday period shall begin with the starting time of the employee's regularly assigned shift.
- 5. For employees who regularly work an eight (8) hour schedule, in addition to the eight (8) hours straight time pay for the holiday, employees who are scheduled to work on a holiday shall be paid at the rate of one- and one-half times (1.5) for the first eight (8) paid hours worked.
- 6. For employees who regularly work a ten (10) hour schedule, in addition to the ten (10) hours straight time pay for the holiday, employees who are scheduled to work on a holiday shall be paid at the rate of one- and one-half times (1.5) for the first ten (10) paid hours worked.
- 7. For employees who regularly work a twelve (12) hour schedule, in addition to the twelve (12) hours straight time pay for the holiday, employees who are scheduled to work on a holiday shall be paid at the rate of one- and one-half times (1.5) for the first twelve (12) paid hours worked.
- 8. Employees who work more than their scheduled hours (overtime) on a Holiday, will be paid at the applicable overtime rate as described in Article (18) plus straight time Holiday pay for all additional hours worked; excluding employees working shift swaps who will be paid the rate of one and one half (1 ½) times the regular rate of pay on the Holiday swap.
- 9. In order to be paid for holidays that fall during the month, employees must be in an active pay status (all hours paid) for eighty (80) hours in the month. For purposes

ARTICLE 22 – HOLIDAYS

of this paragraph, time spent on unpaid FMLA, Military, and Occupational Injury Leaves shall count towards the eighty (80) hour requirement.

B. An employee who is required to work (scheduled to work) may, at his option and upon notification to his supervisor, elect to work the Holiday at the one and one half (1.5) times rate for his regularly scheduled shift hours and receive one (1) compensatory day at his regular straight time rate deposited into their Compensatory bank.

C. Employees not scheduled to work or scheduled to work but not required to work on the above mentioned holidays, will be compensated for the day equal to the number of regularly scheduled hours at their regular straight time rate, or may at their option, receive one (1) compensatory day at their regular straight time rate deposited into their compensatory bank.

D. If an employee works overtime on a Holiday that falls on his regular scheduled day off, he will be paid at the applicable overtime rate as described in Article eighteen (18) plus straight time Holiday Pay for all hours worked on such Holiday.

E. Any employee wishing to use compensatory day(s) must provide the Company with no less than seven (7) and no more than fourteen (14) days written notice. The granting of compensatory day(s) will be made no more than seven (7) days nor no less than five (5) days before the day requested off. The Company will grant the compensatory day(s) off requests up to the vacation ratio. When more than one employee seeks compensatory day(s), Company Seniority will govern. Once granted, senior employees will not be permitted to take compensatory day(s) already awarded to a junior employee. If an employee gives less than the required seven (7) day notice the Company will make every effort to grant the compensatory day(s) off requests up to the vacation ratio. If the employee makes a request, which exceeds the ratio, the Company may, at its sole option, grant the compensatory day request.

F. Compensatory days may be taken in half (1/2) day increments.

G. The maximum number of compensatory time to be accrued will be seventeen and one half (17.5) days Thereafter, no further accrual will be allowed and the employee will be paid at the applicable rate of pay for the holiday. When the compensatory day is granted, the employee will be paid the regularly scheduled hours for that day or half the hours if granted a half day compensatory day.

H. The priority for the granting of compensatory time off will be as follows: Day-at-a-Time (DAT) vacation then compensatory day off.

42 I. Any unused accrued compensatory time will be paid at the employee's then current 43 rate of pay, upon separation from the Company for any reason. In case of the death 44 of an employee, the amount due shall be paid to his legal heir or representative.

- A. All employees covered by this Agreement who have been with the Company for one (1) year or more as of January 1, will be entitled to an annual vacation of two (2) weeks minimum with pay.
- B. Employees must be in an active pay status (All hours paid) for eighty (80) hours in a month to accrue vacation for the month. For purposes of this paragraph, time spent on unpaid FMLA, Military, and Occupational Injury leaves shall count towards the eighty (80) hour requirement. Employees receiving Severance Allowance do not accrue vacation.
- C. Employees on a Leave of Absence will accrue vacation in accordance with Article 25 Leaves of Absence matrix.
- D. Vacation compensation will be based on the classification the employee occupies during his vacation period. Employees who have been with the Company less than twelve (12) months as of January 1, will be entitled to vacation in accordance with the following schedule:

Complete Months of		
Service as of January	<u>Hour</u>	s Vacation
1 Month	8	Hours
2 Months	8	Hours
3 Months	8	Hours
4 Months	16	Hours
5 Months	16	Hours
6 Months	16	Hours
7 Months	24	Hours
8 Months	24	Hours
9 Months	32	Hours
10 Months	32	Hours
11 Months	40	Hours
12 Months	80	Hours

E. Vacation allowances are as follows:

Vacation accrual in year 2020 and 2021 for use in 2021 and 2022

Completed	Monthly	Max Yearly	Monthly Future	Max Yearly
Years of	Future	Future Vacation	Vacation	Future
Service	Vacation	Days	Hours	Vacation Hours
	Days			
1	1 day	10 days	8 hours	80 hours
4	1.5 days	15 days	12 hours	120 hours
11	2.0 days	20 days	16 hours	160 hours
24	2.5 days	25 days	20 hours	200 hours
29	3.0 days	30 days	24 hours	240 hours

Completed Years of

Service

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Monthly Future

Vacation Hours

8 hours

12 hours

16 hours

20 hours

24 hours

Max Yearly

Hours

80 hours

120 hours

160 hours

200 hours

240 hours

Future Vacation

Max Yearly

Davs

10 days

15 days

20 days

25 days

30 days

Future Vacation

Monthly

Vacation Days

Future

1 day

1.5 days

2.0 days

2.5 days

3.0 days

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F. It is understood that vacation accruals shall be due from January 1, after the employee completes required specified years of service period.

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G. Employees will be permitted to select their vacation in a work unit in which they are employed in accordance with their length of service with the Company. Employees will select vacation in periods in each round of not less than one week and must be made in between normal days off, excluding DAT. An employee may select two (2) or more consecutive weeks and that selection will be considered as a single round selection. Once the initial list has been finalized, an employee may be permitted to take consecutive days of vacation over the period of two (2) different workweeks.

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1. For employees working a twelve (12) hour day schedule, if remaining vacation days do not total a full week after his round(s), the remaining day(s) may be bid as singular or consecutive in the next round(s).

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H. The Company will submit to the Union at each work unit by October 15th the schedule for the succeeding year, and all vacation bid selections will be completed not later than November 15th. Employees may reserve up to one hundred twenty (120) hours of earned vacation to be taken one (1) or more days at a time (DAT), and will be designated prior to each employees first vacation round selection. The vacation awards will be posted on Company bulletin boards or by electronic means by December 1st, whenever possible.

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I. The number of available vacation week selection periods will total no less than one-third (1/3) of the number of employees on each shift in a work unit and will have no less than one week available for selection, if working eight (8) or eight and one-half (8.5) hour a day schedules.

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J. The number of available vacation week selection periods will total no less than one-third (1/3) of the number of employees on each shift and day off grouping (block) in a work unit and will have no less than one week available for selection, if working twelve (12) hour a day schedules.

- K. Additional weeks of vacation periods may be identified by management and available for selection prior to the first round of the vacation selection process.
- L. Employees will be given a date and time window in which they will bid their vacation selection. Any employee who will be on vacation, days off, or otherwise unavailable when his opportunity to select vacation dates arises, will be called or may call in the designated time window, to make his selection. Employees may submit his vacation bid, in writing, to the appropriate supervisor in advance. If an employee fails to answer or call in his designated time window or submit a written bid, he will be bypassed and 10 must make a selection from the dates available when he returns or submits his selection.
 - M. An employee who fails to make a vacation selection by the end of the selection period will be assigned a vacation period from those open vacation period remaining on the selection list.
 - N. An employee may split vacation in periods of not less than one week consistent with vacation scheduling. This selection must be made in between normal days off. Once the initial list has been finalized, an employee may be permitted to take five (5) consecutive days of vacation over the period of two (2) different workweeks, provided a written request is submitted thirty (30) days prior to the vacation period and the vacation complement is maintained in both weeks.
 - O. An employee's scheduled days off immediately following his vacation will be the same as his scheduled days off immediately preceding his vacation. (Employees on an eight (8) hour schedule.)
 - P. Any employee wishing to use DAT vacation day(s) must provide the Company with no less than seven (7) and no more than fourteen (14) days written notice. The granting of DAT vacation will be made no more than seven (7) days nor no less than five (5) days before the day requested off. The Company will grant the DAT vacation day(s) and compensatory day off requests up to the vacation complement, as described in this Article. When more than one employee seeks DAT vacation, length of service with the Company will govern. Once granted, senior employees will not be permitted to take DAT vacation day(s) already awarded to a junior employee. If an employee gives less than the required seven (7) day notice the Company will make every effort to grant the DAT vacation day(s) off requests up to the vacation complement. If the employee makes a request, which exceeds the complement, the Company may, at its sole option, grant the DAT vacation day request. (Also see Article 15, DAT Swap)
 - 1. DAT days may be taken in half (1/2) day increments or (1) hour increments (HAT).
 - 2. Compensatory days may be taken in half (1/2) day increments based on the needs of service as determined by the Company.

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- 3. An employee will not be granted DAT vacation on a holiday, regular day off (RDO), or during a bid vacation period.
- 4. Any DAT vacation which has not been used by the end of the calendar year will be paid to the employee no later than the fourth (4th) pay period of the following year.
- 5. Priority for granting DAT vacation time-off will be as follows: DAT then compensatory day.
- Q. Vacation accrued through the last day of work will be paid to any employee leaving the service of the Company because of retirement, reduction in force, resignation, or discharge. In the case of the death of the employee, the amount due shall be paid to his legal heir or representative.
- R. Any employee on active military leave in lieu of pay, may bank accrued vacation for up to a maximum of one (1) year's accrual. Employees who elect to bank vacation under these provisions must take the banked vacation in the year of their return where practicable. Where not practicable banked vacation must be taken in the year following their return to work. Block vacation not used will be paid to the employee no later than the fourth (4th) pay period of the following year.
- S. In case of the death of an employee, the amount due shall be paid to his legal heir or representative.
- T. Regularly scheduled days off or recognized holidays at the beginning or end of a vacation period will not be considered as part of the vacation period, but if recognized holidays fall within an employee's vacation period, the employee will exercise one of the following options and will indicate which option prior to starting the vacation:
 - 1. Receive holiday pay for holiday(s) and extend vacation by applicable number of day(s), or
 - 2. Receive no holiday pay for holiday(s), extend vacation by applicable number of day(s) and bank applicable number of compensatory day(s), or
 - 3. Receive vacation pay on holiday(s), do not extend vacation and bank applicable number of compensatory day(s).
 - 4. Extensions will occur on the first regularly scheduled work day(s) following the vacation period unless local management approves granting the extension on the last regularly scheduled work day(s) before the vacation period.
 - 5. Extensions of vacation resulting from this provision will not be counted toward the allowable number of employees off, as described in this Article.

U. Requests for vacation leave will be granted, so far as possible, on the basis of length of service with the Company at the shop, or location, station, or department. However, senior employees will not be permitted to take vacation leave already awarded to a junior employee.

V. Employees shall be given vacation pay prior to taking vacation if requested, provided the employee makes application in writing to his immediate supervisor at least two (2) weeks prior to starting vacation.

W. In the event an employee voluntarily transfers to another work unit, the employee's vacation selection in the previous work unit will not apply unless the specific week the employee is carrying over is vacant at the new work unit or the employee's previous vacation period can be reasonably accommodated in the new work unit as determined by management.

X. In the event an employee is involuntarily reassigned to another work unit, his vacation weeks will be carried over to the new work unit and will be honored.

Y. The Company will make every effort, consistent with the needs of the service, to allow employees required to move to a different shop, station, or department as a result of a reduction in force, to take the vacation period they had in their previous bid area.

Z. The Company will make every effort to allow employees moving to a different shift within their bid area to take their previously bid vacation period to their new shift.

AA. Bid vacation periods may not be cancelled unless another vacation period can be simultaneously awarded. Employees who continue to be out on medical and/or OJI Leaves who have accrued unused vacation may be placed on vacation by the Company so that their vacation will be exhausted just prior to the years end or be paid out, at the employee's option, no later than the fourth (4th) pay period of the following year.

BB. Any employee on vacation will not have his job bid and will remain status quo on the overtime list.

CC. Vacation week vacancies that become available, after the normal bidding cycle is complete, as a result of bid awards, exercise of seniority, leave of absence, or selection change shall be posted within the work unit on the Wednesday immediately following such change for a period of seven (7) calendar days. An employee entering a work unit, who has not yet moved, may bid and be awarded available vacation week vacancies provided the available vacation week(s) begins on or after the report date of the new assignment. At the close of such period the bid will be awarded to the successful senior bidder. It is further understood that should the vacation complement be exceeded for any reason, the vacation period will not be posted or considered open.

DD.	The last week in a year shall be treated as follows for vacation scheduling. If the
W	eek (Sunday through Saturday) has a majority of days within the current year, the
eı	ntire week will be added to the current year for vacation selection. If the week has a
m	ajority of dates during the following year, the entire week will be available for
Vä	acation selection during the following year.

<u>ARTICLE 24 – SICK LEAVE</u>

A. Employees on the system seniority list as of the March 26, 2020 shall accrue eight (8) hours of sick leave credit for each month (excluding the months of June and October) of service up to a maximum of two thousand (2000) hours. Any MCT hired on or after the effective March 26, 2020 the Company shall accrue eight (8) hours of sick leave credit for each month (excluding the months of June and October) up to a maximum of sixteen hundred (1600) hours. Employees must be in an active pay status (All hours paid) for eighty (80) hours in a month to accrue sick leave for the month. For purposes of this paragraph, time spent on Military, Occupational Injury leaves, or unpaid FMLA leaves shall count towards the eighty (80) hour requirement. Employees receiving Severance Allowance do not accrue sick leave.

B. Employees shall be paid at 100% beginning with and including the first (1st) day of any illness provided they have sick leave remaining in the bank.

C. During an illness, the number of hours paid will be charged against the accumulated hours and eight (8) hours credit for each succeeding month (excluding the months of June and October), of service shall again be credited to the employee until the total credit again reaches sixteen hundred (1600) hours or two thousand (2000) hours for those employees on the system seniority list as of March 26, 2020 of this Agreement. Sick leave usage within a pay period will be reflected on the employee's pay stub.

D. The Company will provide a sick leave balance on employee pay stubs. The seniority roster will also show accumulated sick leave credits.

E. An employee unable to report for duty will, unless prevented by reasons beyond his control, notify his immediate supervisor or other central point set up for reporting purposes by the Company as far in advance of the scheduled starting time of his shift as possible.

F. The employees and the Union recognize their obligation of being truthful and honest in preventing unnecessary absences or other abuses of sick leave privileges. Employees may be required to present confirmation of illness and the Company reserves the right to require, when in doubt of a bona fide claim a physician's certificate to confirm such sick claim. Employees who abuse sick leave privileges may be subject to disciplinary action by the Company.

G. Except as specified in J (2) of this Article, only hours absent due to illness or injury of the employee which are not compensable under the applicable Worker's Compensation Laws will be paid for from his allowed sick leave. Payment will be based on the employee's regular hourly rate.

<u>ARTICLE 24 – SICK LEAVE</u>

- H. The intended purpose of the sick leave benefit is to protect the earnings of the employee during necessary absence from work due to illness or injury, and to aid the employee in meeting bills when sickness or injury have temporarily taken away his ability to work.
- I. Employees are not eligible for sick pay on a designated holiday. Holiday as used in this Article is defined as the twenty-four (24) hour period beginning with the employees' regular scheduled shift.
- J. During an employee's absence due to an occupational illness or injury compensable under the applicable Workers' Compensation Law, he will receive from the Company the following benefits:
 - a. For the first twenty (20) workdays absent, the difference between his regular hourly rate of pay and Workers' Compensation payments, if any.
 - b. At the conclusion of the period referred to in (1) above, an employee drawing Workers' Compensation may, at his option, draw upon his accrued sick leave up to the extent of his accrual at the rate of up to one-half regular pay. Provided, however, the sum of such Workers' Compensation weekly payments plus such sick pay benefits will not exceed the employee's regular base weekly pay. Corresponding deductions will be made from his available sick leave accrual. Deductions will be to the nearest 0.1 of an hour up to a maximum of one-half day of sick leave.
 - c. These benefits will be in lieu of any other payment provided for in this Article for all absences due to the same illness or injury.
- K. Upon separation from the Company, an employee will be paid ten-dollars and eighty cents (\$10.80) for each hour of accrued sick leave in his sick bank.
- L. To the fullest extent permitted by law, this Agreement shall operate to waive the provisions of any sick leave laws that are inconsistent with the terms of this Agreement, and shall supersede and be considered to have fulfilled all requirements of such laws. To the extent applicable law is inconsistent with the terms of this Agreement, and such law is not waivable, an employee shall be entitled to the more generous sick leave protections provided by applicable law or this Agreement.

A. All requests for leaves of absence, or extensions, shall be submitted to the Company, in writing on the proper form. The Company will provide a monthly report to the Local Committee/TWU Local President listing the employees covered by this Agreement who are on a leave of absence

B. <u>Personal Leave of Absence:</u> When the requirements of the operation will permit, an employee may be granted an unpaid Personal Leave of Absence, referred to as "PLOA," for any period of up to one (1) year. A request for PLOA must be submitted to the Company in writing in accordance with paragraph (A) above. The request will state the reason for the leave and the duration of the leave. An approved PLOA will be granted in writing and will specify the expiration date of the leave. When a PLOA is granted, the employee will retain and continue to accrue seniority during the entire period of the leave.

1. If the initial leave is requested for less than one (1) year and the requirements of the operation will permit, a PLOA may be extended for additional periods such that the total leave does not exceed one (1) year. A request for an extension of a PLOA must be submitted and approved prior to the expiration date of the current leave.

2. An employee on a PLOA may submit a request to terminate his leave prior to the expiration date of the leave. The request must be in writing and the Company's response to the request will be in writing.

3. Based on the requirements of the operation, the Company may cancel any PLOA at any time prior to the expiration date of the leave. In the event the Company elects to cancel a PLOA, the affected employee will be notified in writing not less than fourteen (14) days prior to the effective date of the cancellation.

C. <u>Adoption/Maternity/Paternity Leave</u>: Upon request and when accompanied by the required documentation substantiating the need for such leave, an employee will be granted an unpaid adoption/maternity/paternity leave of absence of up to eight (8) weeks, and for any additional period that may be required by applicable law. For maternity leave, the employee must exhaust all sick time before going unpaid.

 Adoption leave will commence on the date the employee takes custody of the child or the date the child is placed in the employee's home. Maternity/paternity leave will commence on the day the infant is born.

2. The Company may require adoption/maternity/paternity leave to run concurrently with FMLA leave (if such leave otherwise qualifies as FMLA leave). If the employee has exhausted or exhausts FMLA Leave prior to or during this eight (8) week period, the Company will grant adoption/maternity/paternity leave of up to, but no more than, eight (8) total weeks from the birth or adoption of the child unless an additional period is required by applicable law.

D. <u>Family Medical Leave Act:</u> Employees will be eligible for leave from work pursuant to the terms of the Family and Medical Leave Act (FMLA) of 1993, as amended. When approved FMLA leave is taken for an employee's own qualifying serious health condition, the employee must exhaust all sick time and may also, at his option use any accrued vacation or comp time other paid time off before being placed on unpaid status.

1. When approved FMLA leave is taken for any other reason provided for under FMLA, the employee may at his option use accrued vacation or other paid time off prior to going unpaid but cannot use sick time unless required by state law. An employee granted a leave of absence under the provisions of FMLA, referred to as a Family Leave of Absence or "FMLA," will retain and continue to accrue seniority during the leave.

E. <u>Union Leave:</u> Employees accepting full time employment with the Union (TWU Local Officers, District Lodge Representatives, IAM/TWU International Representatives) shall, during such employment, be granted an indefinite leave of absence by the Company. Such leave will not affect the seniority status of the employee and all employee benefits shall continue in effect during his leave of absence.

1. TWU Local Presidents will have their base hourly rate paid by the Company while in office based on a forty (40) hour work week, as if active,

2. For any other employee(s), who are required for bona fide Union business, leaves of absence of thirty (30) days or more will be granted if a written request is submitted to the employee's supervisor at least thirty (30) days (or less if mutually agreed to) in advance to accommodate the request. This advance notice requirement will also apply to any request for an employee to attend a Union Convention. When the employee is on Union business there will be no interruption to the employee's pay and benefits, but the Company will bill the Union as applicable, for the employee's salary plus an eight percent (8%) override for tax and benefit related expenses. Failure of the responsible party to pay the billing will result in the termination of the union leave for the affected employee.

 3. For any other employee(s), who are required for bona fide Union business, of less than thirty (30) days will be granted reasonable time off if a written request is submitted to the employee's supervisor in advance to accommodate the request. When the employee is on Union business there will be no interruption to the employee's pay and benefits, but the Company will bill the Union as applicable, for the employee's salary plus an eight percent (8%) override for tax and benefit related expenses. Failure of the responsible party to pay the billing will result in the termination of the Union leave for the affected employee.

F. <u>Medical Leave of Absence:</u> Any employee who has exhausted all sick leave, and continues to be absent due to sickness or non-occupational injury in excess of fourteen (14) days, will be placed on unpaid medical leave of absence using the

standard leave of absence form, and must present proper medical documentation detailing reason(s), physical limitations, time limits, etc. When an employee is placed on an unpaid medical leave of absence due to sickness or injury, the Company will send the employee, via certified U.S. Mail to the employee's last known address and return receipt or equivalent carrier, unless the employee mutually agrees to electronic communication, a personal information package within ten (10) days from the start of the unpaid leave including a letter advising of his unpaid leave status, benefit information, and notice of the requirement for medical substantiation.

1. An employee granted an indefinite medical leave, which does not detail time limits, shall at the end of the first one hundred eighty (180) day period reconfirm his sickness or physical disability. If the sickness or disability continues, the employee may be required to reconfirm his medical condition, at the end of each one hundred eighty (180) day period.

2. Employees, who exhaust sick leave, due to sickness or occupational injury and are placed on an unpaid medical leave of absence, will remain eligible for group health benefits for twelve (12) months at the active Company subsidized rates provided he pays his share of the cost as if active. At the end of the twelve (12) months the employee can continue coverage if he pays the full cost up to the length of the leave.

3. Employees not returning from Medical leave due to sickness or occupational injury within five (5) years will be deemed to have resigned from their position. This, however, shall not be automatic. Instead, the Company, upon request from the employee prior to the expiration of the five-year (5) term, shall consider whether an additional period of leave of a specific duration may be reasonable. The Company will provide one hundred eighty (180) calendar days written notification prior to the expiration date of the five (5) year period. The notification will be made via certified U.S. Mail return receipt or equivalent carrier to the employee's last known address.

G. Employees on sick leave, personal leave, authorized Union business leave, medical leave of absence, or occupational injury leave for more than ninety (90) work days will return to work in accordance with the provisions of this Article.

1. An employee returning from an authorized leave of absence, or extension thereof, will be returned to the Bid Work Area and Shift held when the leave was granted. If the job no longer exists, or has been filled by a more senior employee, he shall exercise his seniority within his bid area by bumping the junior employee in the bid area. In the event that a returning employee causes another employee to be bumped, the junior employee on the overage shift will be required to bump the junior employee in the bid area.

H. Military Leave: Employees will receive a maximum of eighty (80) hours free from duty each calendar year for annual reserve or guard duty. Such leave will not count

against the employee's vacation. The Company will pay the employee the difference between his regular pay and the amount received from the military. Employees will be required to provide the Company with a copy of their military orders and will be required to submit to the Company proof of the amount of pay received from the military within fourteen (14) days after the employee returns. This amount (excluding expenses) will be deducted from the employee's next paycheck. While an employee is active in the reserve or guard, he will have his days off adjusted, if requested seven (7) days in advance, to attend weekend drill duty.

I. <u>Political Leave:</u> Any employee elected or appointed to a full-time governmental office (i.e., Federal, State, Local) will be granted a political leave of absence not to exceed the term of office, or subsequent reelection or reappointment. The application for a political leave must be made in writing to the Company, with a copy to the Union. An employee granted a political leave will retain and accrue classification seniority for the period of the leave, however, no other Company benefits or privileges will be granted or accrued, nor will time on political leave constitute continuous service for pension plan benefits. Employees granted a political leave must give thirty (30) days notice of intent to return.

Jury Duty: An employee who is called for jury service will be excused from work for the days on which he is required to serve and will receive for each day of jury service on which he would have been regularly scheduled to work, the difference between his regular hourly earnings and the actual payment received for jury service. Employees must present proof of jury service and the amount of pay received therefore, if any. When an employee is required to call in or called for such service, he will be transferred to the day shift with Saturday and Sunday as his regular days off. With the completion of his jury service, said employee will return to his former shift and days off, beginning the next week.

K. <u>Bereavement Leave</u>: Upon providing proper documentation, employees shall be allowed three (3) work days off without loss of pay if they suffer a death in their immediate family, and up to two (2) additional unpaid days upon request (for a total of five (5) days). Immediate family for the purposes of this Paragraph shall include:

Spouse, Domestic Partner
Children and stepchildren (dependent/non-dependent)
Children and stepchildren (dependent/non-dependent) of Domestic Partner
Son in-law/daughter-in-law
Parents/step-parents
Parents/step-parents of spouse/Domestic Partner
Siblings, step-siblings, siblings-in-law
Sibling, step-siblings, siblings-in-law of spouse/Domestic Partner
Grandparents/step-grandparents/grandparents-in-law

Grandparents/step-grandparents/grandparents-in-law of Domestic Partner

Grandchildren/step-grandchildren

Grandchildren/step-grandchildren of Domestic Partner

Legal guardian/Former legal guardian

Other family members permanently living in the household

If an employee, spouse, or Company recognized domestic partner experiences a medically documented miscarriage

To the extent that Company policy provides more expansive bereavement leave benefits, those benefits will be applied to employees covered by this Agreement.

L. Any employee on personal, medical, or occupational leave of absence, of more than seven (7) consecutive days, engaging in gainful employment not provided for in this Article without written permission from the Company and the Union, or engaging in activities which may bring discredit to the Company or its employees, shall be deemed to have resigned and his name stricken from the seniority roster.

M. Unless otherwise specified, employees not returning from any leave of absence within the time frame as described in the Leave of Absence matrix in this article, will be deemed to have resigned from their position. This provision does not apply to furloughs.

N. An employee on any leave of absence will physically report to his station on his first scheduled workday following the expiration of the leave. It is the responsibility of the employee to contact the Company prior to the expiration of his leave of absence to ensure that he knows his schedule and assignment. Failure to report or to secure a renewal of a leave of absence will terminate the leave of absence and his employment. It is the responsibility of the Company to inform the employee of the expiration date of any approved leave of absence. The Company will also inform the employee of the procedures regarding any benefits while on his leave.

 O. Any written communication between the Company and an employee on a leave of absence will be via certified or registered United States mail, return receipt requested, or by United Parcel Service or equivalent, confirmation of delivery requested.

1. Any change in address must be filed promptly in accordance with Company Policy.

2. The rights of an employee on a leave of absence under the provisions of this Article, in regard to the maximum duration of a leave, Company seniority accrual, classification seniority accrual, pay seniority accrual, vacation accrual, sick leave accrual, credited service for pension, and reinstatement rights are listed in the chart that follows.

	Unpaid - FMLA	Medical Leave	Personal Leave	Unpaid Adoption - Baby bonding	Military Leave	Union Leave	Political Leave	Occupati onal IOD Leave	Furlough Leave
Duration of Leave	In accordance with applicable law	Up to 5 years	Up to 12 months	Up to 8 weeks or In accordanc e with applicable law	Up to 5 years - or in accordance with Federal Law	Up to 12 months or term of office	Term of Office	Up to 5 years	Life Time recall
Class Seniority accrual	Duration of Leave	Duration of Leave	Duration of Leave	Duration of Leave	Duration of Leave	Duration of Leave	Duration of Leave	Duration of Leave	Accrue up to 5 years - Retain thereafter
Pay Seniority accrual	Duration of Leave	Duration of Leave	Up to 60 calendar days	Duration of Leave	Duration of Leave	Duration of Leave	Up to 60 calendar days	Duration of Leave	Up to 90 calendar days
Company Seniority accrual	Duration of Leave	Duration of Leave	Duration of Leave	Duration of Leave	Duration of Leave	Duration of Leave	Duration of Leave	Duration of Leave	Duration of Leave
Sick accrual	Duration of Leave	Up to 60 calendar days, then retain	No accrual, Retain	Up to 60 calendar days, then retain	Duration of Leave	Duration of Leave	No accrual, Retain	Duration of Leave	No accrual, Retain
Vacation accrual	Duration of Leave	Up to 60 calendar days, then retain	Up to 60 calendar days, then retain	Up to 60 calendar days, then retain	Duration of Leave	Duration of Leave	None	Duration of Leave	None
Medical /Dental Insurance	Active rates for duration of leave	12 months - same as active rates, (inclusive of FMLA Leave), then full rates for duration of leave	Full rates for duration of leave	Full rates for duration of leave	In accordance with USERRA, Active rates for duration of leave	Active rates for duration of leave	Cobra Eligible	12 months - same as active rates, (inclusive of FMLA Leave), then full rates for duration of leave	Active coverage ends 90 days after last compensable day under Agreement, then Cobra begins
Life Insurance	Active rates for duration of leave	Active rates for duration of leave	Active rates for duration of leave	Active rates for duration of leave	In accordance with USERRA, Active rates for duration of leave	Active rates for duration of leave	Eligible to convert to individual policy	Active rates for duration of leave	Active coverage ends 90 days after last compensable day under Agreement then may convert
Travel Privileges	Per Company Policy	Per Company Policy**	Per Company Policy	Per Company Policy	Per Company Policy	As if active	None	Per Company Policy	After last compensable day under Agreement, three (3) years for employee & Family - all others per Company Travel Policy

^{**} For Medical Leave of Absence only: In the event the Company plans to modify the travel privilege policy that applies to an Association represented employee on a Medical Leave of Absence, the Company will meet and discuss the modification(s) with the Association to reach a mutual agreement and the Association agrees that it will not unreasonably withhold their agreement.

ARTICLE 26 – LIMITED DUTY

A. Employees who are injured in the service of the Company or have restrictions as a result of an off the job illness or injury, after the effective date of this agreement, will be allowed to work in accordance with the following, at their station, based on their classification seniority:

- 1. The Company will provide indefinite limited duty to employees providing that their restrictions are such that they can perform substantially all the essential elements of their job.
- 2. Employees who are able to perform reasonable productive work within their classification, but not substantially all the essential elements of their normal work classification will be provided limited duty for up to ninety (90) work days for an injury on the job or sixty (60) work days for an off the job illness or injury to the extent that there is meaningful work available.
- 3. Where the employee's medical restrictions are such that the employee is unable to perform reasonable work within their classification, and where the Company determines that productive work (for which the employee is qualified) exists, then such work may be assigned for periods not to exceed sixty (60) work days during the recuperative process.

ARTICLE 26.1 – LIMITED DUTY LOA

December 5, 2017					
T: 171					
Transportation Department IAMAVV					
Mike Mayes					
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Transport Workers Officir of America					
L	imited Duty				
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During the discussions leading to the Je	oint Collective Bargaining Agreement (JCBA) for				
Fleet Service, Maintenance & Related	employees, and Stores, the following was agreed				
to as it relates to Limited Duty.					
	ee on limited duty as a result of an injury on the				
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• • • • • • • • • • • • • • • • • • • •	* *				
receive the benefits of such provisions.					
If the above accurately reflects your up	derstanding of our agreement inlease indicate by				
	derstanding of our agreement, please indicate by				
signing below.					
If you have any questions, please let m	e know.				
m you make amy queeneme, produce term					
Sincerely,					
/s/James B. Weel					
Managing Director – Labor Relations					
American Airlines, Inc.					
Agreed to:					
/a/Tim Vlima	/a/Mika Mayaa				
/5/	/s/Mike Mayes				
Airline	Air Division Director				
	Tim Klima Airline Coordinator Transportation Department IAMAW Mike Mayes Air Division Director Transport Workers Union of America L During the discussions leading to the Jefleet Service, Maintenance & Related et to as it relates to Limited Duty. The Company agrees that any employed job or a personal illness or injury suffer Collective Bargaining Agreement (JCB/limited duty terms that applied at the time receive the benefits of such provisions. If the above accurately reflects your unsigning below. If you have any questions, please let me Sincerely, /s/James B. Weel Managing Director – Labor Relations				

ARTICLE 27 - FITNESS FOR DUTY

A. Employees may be required to submit to a Company paid Medical examination at the time of employment and any time two or more members of management concur there is a serious question as to an employee's physical or mental condition that may impair the performance of his duties or pose a safety hazard to himself, other employees, or customers. The employee will be notified in writing which will include an explanation of the reason(s) for the evaluation. The employee shall be furnished a copy of the Company's Medical Examiner's report in writing.

B. Any information obtained by or as a result of a Company's medical examination shall be strictly confidential between the Company, its insurance carriers, the Company's doctor, and the employee, and shall not be divulged to any other person without the written permission of the employee unless required by subpoena, court order or other legal process. This information will be limited to the reason for the medical examination as described in paragraph A.

C. During the time the employee is absent from work under the provisions of this Article, he will be compensated at his regular rate of pay, for his regularly scheduled shifts, exclusive of shift trades, inclusive of seniority and benefits.

D. Should the employee be deemed fit for duty the Company will return him to work immediately, and restore him to his former position consistent with his seniority.

E. If the Company's Medical Examiner determines that the employee is able to return to work with restrictions, the Company will then engage in a conversation with the employee, to determine whether it is reasonable to return the employee to work with restrictions. Upon request of the employee, a Union Representative may participate in the conversation.

1. If the Company determines it is not reasonable to return the employee to work with restrictions, the employee may appeal the findings of the Company's Medical Examiner under the provisions of paragraph G of this Article, in writing, within seven (7) days of the Company's notification to the employee.

F. When an employee fails to pass the Company's medical examination, the employee may appeal such actions under the provisions of paragraph G of this Article, in writing, within seven (7) days of receipt of the Company's Medical Examiner's report.

G. When an employee appeals under this Article, he shall have a review of his case as follows:

1. The employee may employ a Medical Examiner, of his own choosing and expense, for the purpose of conducting a physical/mental examination covering the problem(s) and/or conditions covered by the Medical Examiner employed by the Company which found the employee unfit for duty. The employee must take all necessary steps to schedule this exam in an expeditious manner.

ARTICLE 27 - FITNESS FOR DUTY

- 2. A copy of the findings of the Medical Examiner chosen by the employee shall be furnished to the Company and in the event that such findings verify the findings of the Medical Examiner employed by the Company, no further review of the case shall be afforded. If the employee's Medical Examiner determines that the employee is able to return to work with restrictions, and the Company's Medical Examiner subsequently agrees, the Company will then engage in a conversation with the employee to determine whether it is reasonable to return the employee to work with restrictions. Upon request of the employee, a union representative may participate in the conversation. If the Company's Medical Examiner does not agree with the employee's Medical Examiner that the employee can return with restrictions, then the employee may seek review by a neutral Medical Examiner in accordance with Paragraphs G.3 and G.4 below.
- 3. In the event that the findings of the Medical Examiner chosen by the employee disagree with the findings of the Medical Examiner employed by the Company, the Company will, at the written request of the employee, ask that the two (2) Medical Examiners agree upon and appoint a third neutral Medical Examiner, preferably a specialist, for the purpose of making a further medical examination of the employee to determine his fitness for duty. The employee must submit the written request within seven (7) days of receipt of the findings of his Medical Examiner.
- 4. The neutral Medical Examiner shall then make a further examination of the employee in question, and the case shall be settled on the basis of such findings. If the neutral Medical Examiner determines that the employee is able to work with restrictions, the Company will then engage in a conversation with the employee to determine whether it is reasonable to return the employee to work with restrictions. Upon request of the employee, a Union representative may participate in the conversation. Copies of such Medical Examiner's report shall be furnished to the Company and to the employee.
- 5. The expense of the third Medical Examiner will be borne by the Company including all expenses related to travel such as airfare and hotel. If the employee fails to show for the scheduled appointment and has no justifiable reason, he will be responsible for any no show fee. This paragraph also applies to employees required to submit to an initial Company medical examination outside of their domicile.
- H. The Company's obligation to compensate an employee who is out of work under this Article shall cease upon the earlier of an employee's failure to appeal within the specified time limits, failure to attend/schedule appointments or based on a Medical Examiner's findings as specified above. The Company, however, may excuse an employee's failure to attend scheduled appointments if it concludes the employee had a justifiable reason.

ARTICLE 28 - SAFETY AND HEALTH

A. The Company hereby agrees to maintain safe, sanitary and healthful conditions in all facilities and to maintain at all times a registered first aid station to take care of its employees in case of accident or illness.

The Company agrees to furnish good drinking water and sanitary fountains will be provided. The washrooms will be kept in good repair and in a clean, dry and sanitary condition. The Union and employees recognize their duty and responsibility to assist in maintaining safe, healthful and sanitary conditions. Shops and washrooms will be properly lighted, ventilated and heated. Individual lockers will be provided for all employees where adequate space and facilities are reasonably available.

B. In order to eliminate, as much as possible, accidents and illness, a Joint Safety Committee composed of an equal number of Union representatives, not more than five (5), and Company representatives, not more than five (5), will be established at each location in the system where employees are stationed. It will be the duty of the Joint Safety Committee to:

Receive and review Company accident, injury and job related illness reports
pertinent to the Safety Committee investigation, and make recommendations to
prevent recurrence. (Safety Committee members will receive copies of available
monthly summaries of employee accidents and injuries and have access, upon
request, to specific Company reports resulting from employee on the job accidents
or injuries);

2. Receive and investigate complaints regarding unsafe and unsanitary working conditions and make recommendations to resolve the hazards and complaints. The Employee/Union Representative should first notify and discuss any safety complaint with his immediate supervisor/manager. Management will address the safety concern in a reasonable time frame and will advise the Employee or Union Representative of the action taken. If the action taken is not satisfactory to the Employee or Union Representative, it will be forwarded to the Joint Safety Committee (JSC) for further review with information from the company reporting system.

3. See that all applicable sanitary and safety regulations are complied with.

4. Make recommendations for the maintenance of appropriate sanitary and safety standards.

5. In the event that the Joint Safety Committee is unable, within sixty (60) days, to resolve an issue which has been brought to its attention, either the Company or the Union may submit the issue to the System Joint Safety Committee which will constitute a board to review the issue. In cities where an APC (Accident Prevention Council) exists, TWU Local President/IAM General Chair will appoint a representative(s) to participate on the APC. Prior to sending an issue to the System

ARTICLE 28 - SAFETY AND HEALTH

Joint Safety Committee, all safety issues will be first submitted to the APC for resolution.

6. The System Joint Safety Committee will consist of two (2) full time Association Ground Safety Directors paid by the Company, and an equal number of representatives of the Company's Safety office. If the issue is not resolved by the System Joint Safety Committee, either representative may submit the issue on appeal to the System Board of Adjustment in accordance with the provisions of Article 33(B) of the Agreement.

The Company, Union and employees will cooperate towards a prevention of work related accidents and the furtherance of an aggressive safety program.

The Joint Safety Committee shall meet at least once a month to resolve safety issues and review corrective action taken for all lost time accidents, which may have occurred. Reasonable time off, without loss of pay, will be allowed for Union members of the Local Joint Safety Committee to investigate and handle safety complaints related to their locations.

Union members of the Joint Safety Committee will function in an advisory capacity and will be informed of all lost time accidents. The Joint Safety Committee will be given advance notification of testing and will be provided with the results of environmental air, noise and contaminants testing. The Company will post such results in the appropriate location in non-technical terms. The Company shall continue to post OSHA Form 200 for review by the Union at each of its locations.

The Joint Safety Committee may monitor the Company's application and compliance with state, municipal and federal safety and sanitary regulations. The Joint Safety Committee may also make recommendations for the maintenance of appropriate safety and sanitary standards.

Both the Union and the Company shall encourage employees to utilize the Joint Safety Committee for all unresolved safety related matters.

Both the Union and the Company shall cooperate in seeking resolutions to help reduce the accident frequency and severity rates.

C. No employee will be required to work under unsafe or unsanitary conditions. Proper and modern safety devices shall be provided for all employees working on hazardous or unsanitary work, such devices to be furnished by the Company. Employees will not be required to use unsafe tools or equipment. However, employees will be expected to report unsafe tools or equipment to a supervisor before refusing to use such defective tools or equipment. The Company will furnish protective apparel, equipment and devices to all employees required to work with acids or chemicals that are injurious to clothing or employees.

ARTICLE 28 - SAFETY AND HEALTH

- D. Employees injured while at work shall be given medical attention at the earliest possible moment, and employees shall be permitted to return to work without signing any release of liability pending the disposition of settlement of any claims for damage or compensation. Such injured employees who are able to work will be allowed to obtain medical attention without loss of time. It is the responsibility of the injured employee to report an injury to his immediate supervisor or if unavailable, another member of management, during the work period in which the injury occurred, if or as soon as physically possible.
- E. The Company will provide Personal Protective Equipment (PPE) to employees who work in areas where PPE is required by the Company or Government Statutes/Regulations. Employees will be required to use or wear the devices in performing that work.
 - The Company will provide employees with prescription and/or non-prescription safety glasses for use at work, Employees provided prescription glasses must provide their own prescription. One (1) pair of prescription glasses will be provided each two (2) year period unless damaged in the performance of their duties or due to a prescription change. The Company will involve the System Joint Safety Committee in the selection of vendor and/or products to be utilized by the employees.
- F. Employees covered by this Agreement shall not be required to work on aircraft or ground equipment outside of hangars during inclement weather when hangar space is available to the Company. This clause shall not apply to work on aircraft or ground equipment for immediate service or on such equipment (e.g., jet-way) that cannot be easily brought to a hangar. Suitable rain suits or protective outer garments shall be kept available at all shops or points by the Company.
- G. In the event of a work place accident that results in loss of life, or limb, the Association Ground Safety Directors shall be notified by the Company of the incident as soon as possible by e-mail, text message and/or phone call. Upon notification the Association Ground Safety Directors, shall be deployed to the accident scene on a space positive basis and be permitted to conduct an investigation, in conjunction with the Company, of the accident on behalf of the injured member.
- H. A Union representative of the Joint Safety Committee at the effected location will be informed of any OSHA enforcement activity and will participate in any OSHA workplace inspection, conferences or hearings without loss of time possible.

The following represents the terms of the health and welfare benefit coverage for eligible employees represented by the TWU/IAM Association, and this coverage replaces and supersedes the previous health and welfare benefit provisions.

A. LIFE INSURANCE – Active Employees

The Company will provide the following life insurance coverage for TWU/IAM Association represented active employees:

1. For an employee whose base monthly salary is \$1,500 or more, his basic life insurance coverage will be \$70,000 and the premiums will be paid by the Company.

2. The Company will offer additional, employee paid voluntary life insurance coverage, per Company policy, for which the coverage and the rates will be no less than any other represented workgroups.

B. HEALTHCARE COVERAGE – Employees

The Company will provide the following healthcare coverage for eligible TWU/IAM Association represented employees under the American Airlines, Inc. Health & Welfare Plan for Active Employees ("Medical Plan") (with medical coverage being referred to herein as "Employee Medical Coverage"):

1. The Company will offer the following two (2) medical coverage options in the Medical Plan (i) the Standard option; and, (ii) the Core option which is a Health Savings Account-compatible medical plan option. The Company reserves the right to amend the Medical Plan at the Company's sole discretion, with the exception of:

a. The Standard option plan design features in the Chart of Medical Plan Coverage Option Design Features in Paragraph B (11)

b. The employee contribution methodology for the Standard and Core options

described in Paragraphs B (4) and B (6);2. If the Company offers the High Cost Coverage ("HCC") option in the Medical Plan in any plan year, employees eligible to enroll in the Standard or Core options will be eligible to enroll in the High Cost Coverage option with the same plan design

and cost share as offered to other represented workgroups. If HCC is offered, part-time employees will be offered the same option as full time employees and at the same contribution rates. If a more favorable cost share and/or plan design, in the aggregate, for the HCC if offered, is provided to another represented workgroup, such cost share and/or plan design elements shall be provided to the Association represented employees. The Company reserves the right to amend or terminate the High Cost Coverage option, at its sole discretion.

ARTICLE 29 – BENEFITS

- 3. Advance notice of material Medical Plan changes will be provided to TWU/IAM Association prior to implementation. At least thirty (30) days prior to the distribution of the Medical Plan's annual enrollment materials, the Company will provide the TWU/IAM Association with a copy of the data, assumptions, and methodologies used to calculate employee contributions under the Standard and Core options.
- 4. Aggregate employee contributions for the Standard and Core options in the Medical Plan will be twenty-one percent (21%) of the total projected cost of each forecasted year of healthcare expenses for these two (2) Medical Plan options (which include medical/prescription and administrative expenses) as calculated by the Company Employee contributions for the Standard and Core options will increase with medical inflation with employee contributions set as explained above. The High Cost Coverage option inflation and employee contributions will be calculated separately from the Standard and Core options if such plan is offered.
- 5. The Association and the Company have agreed that a review committee will be established to review plan administrative changes to the Standard option. This committee will have the right of appeal to the Sr. Vice President Human Resources in the event of a dispute.
- 6. The Association and the Company will participate on a joint committee to develop programs and procedures which will reduce the rate of increase in cost in order to minimize the impact on employees.
- 7. Part-time employees will be offered the same Standard and Core options as full time employees and at the same contribution rates.
- 8. Chart of Coverage Tiers:

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Coverage Tiers	Contribution Multiplier
	1.0
Employee Only	1.0
	1 0 0
Employee + Spouse	2.6
Employee L Child/rep)	1.8
Employee + Child(ren)	1.0
Employee + Family	3.5
Employee + Family	J.J

The multiplier for the Coverage Tiers is based on the Employee Only coverage tier.

- 9. New hire employees eligible for healthcare coverage will default to the Medical Plan's Core option for Employee only coverage on their eligibility date unless the employee waives coverage or elects another healthcare coverage option or level of coverage offered during the initial enrollment period.
- 10. To the extent the Company is offering incentives in any plan year to employees for participating in a wellness program, employees enrolled in the Standard and Core

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13 14 options will be eligible for those incentives provided they meet the criteria (as established by the Company in its discretion) for earning the incentive.

11. Chart of Medical Plan Coverage Option Design Features for 2020:

3	Standard	Core
Current Plan Design Features		
Health Spending Accounts	HRA	
In Network Deductible	\$850/\$2,550	
(Single/Family)		
Out of Network Deductible (Single/Family)	\$3,000/\$9,000	
Coinsurance (In/Out)**	20%/40%	
In Network Out of Pocket Max (Single/Family)	\$2,000/\$5,000	
Out of Network Out of Pocket Max (Single/Family)	\$6,000/\$15,000	
Primary Care Physician	\$30*	
Copay (In Network only)	40% out of Network	
Specialist Copay (In/Out)	20%/40%	
Retail Clinics Copay (In/Out)	20%/40%	
Preventive Care	\$0	
Emergency Room	Ded/Coins/\$100 CoPay	
Pharmacy (Retail)		
Generic	20% (\$10 min/\$40 max)	
Formulary Brand	30% (\$30 min/\$100 max)	
Non-Formulary Brand	50% (\$45 min/\$150 max)	
Pharmacy (Mail)		
Generic	20% (\$5 min/\$80 max)	
Formulary Brand	30% (\$60 min/\$200 max)	
Non-Formulary Brand	50% (\$90 min/\$300 max)	
2020 Monthly Contributions		
EE Only	\$108.78	\$96.70
EE + Spouse	\$282.84	\$251.43
EE + Child(ren)	\$195.81	\$174.06
EE + Family	\$380.75	\$338.47

^{*}Deductibles and co-insurance apply if provider is out-of-network.

The following provisions apply to the Standard option:

- a. Deductibles do not apply toward Out of Pocket maximum;
- b. Medical coinsurance applies towards Out of Pocket maximums;

^{**(}In/Out) when used in the chart means In-Network and Out-of-Network, respectively.

- c. Pharmacy coinsurances do not apply towards deductibles, but do apply towards Out of Pocket maximums;
- d. Co-pays do not apply to the deductible.
- 12. If more a favorable cost share and/or plan design, in the aggregate, for the Standard or Core options, is provided to another represented workgroup, such cost share and/or plan design elements shall be provided to the Association represented employees.
- 13. The Company has the right to amend any provision in the Medical Plans for the purpose of complying with applicable laws and regulations.
- 14. Employees will be required to timely pay for all benefits, including Flexible Spending Account contributions, in order to maintain coverage, including while on a Leave of Absence, through payroll deduction, the direct bill process or other collection process as applicable.
- 15. Notwithstanding the foregoing Paragraphs B.1-14, the Company will provide the following healthcare coverage for certain Legacy US Airways employees under the American Airlines, Inc. Health Benefit Plan for Certain Legacy Employees (the "Legacy US Airways Medical Plan"):
 - a. Legacy US Airways employees enrolled in the Legacy US Airways Medical Plan immediately prior to March 26, 2020 will continue to be eligible to participate in the Legacy US Airways Medical Plan, subject to the following:
 - i. The PPO 80/60 option will be a coverage option under the Legacy US Airways Medical Plan.
 - ii. The PPO 90/70 option will be a coverage option under the Legacy US Airways Medical Plan until it sunsets on December 31st of the year in which the Agreement becomes amendable. Provided, however, that if the amendable date falls within or after the annual enrollment period occurring in the Amendable Year, participants in the PPO 90/70 option will have the option to remain in the PPO 90/70 option until December 31st of the year following the Amendable Year, after which time the PPO 90/70 option will not be offered.
 - iii. The Legacy US Airways Medical Plan PPO 100/80 option will sunset on December 31, 2020. If participants in the PPO 100/80 option do not elect a new coverage option during the open enrollment in the year the PPO 100/80 sunsets, such participants will be defaulted into PPO 80/60option coverage for the following year.

1 2 3 4 5	b.	The Legacy US Airways Medical Plan will not be open to new participants, including new hires and transfers who are not already enrolled in the Legacy US Airways Medical Plan, on and after March 26, 2020; provided, however, that the following will have a one-time opportunity to enroll in the Legacy US Airways Medical Plan during the 2020 annual enrollment:
6 7 8		 i. Eligible Legacy US Airways employees who, as of March 26, 2020, who are not, enrolled in the Legacy US Airways Medical Plan.
9 10 11 12 13 14		ii. Eligible employees in the following accreted groups as of March 26, 2020: Central Load Planners, Tower/Operations/Control Center Coordinators, Quality Assurance Auditors, Aircraft Maintenance Planners, Technical Documentation Specialists, Bill of Work/EO/AD Planners, Material Planners, and AOG-MCU Planners, Maintenance Training Specialists.
16 17 18 19	C.	If a participant in the Legacy US Airways Medical Plan ceases to participate in any option of the Plan for any reason, the participant will not be able to re-enroll in the Legacy US Airways Medical Plan
20 21 22 23 24	d.	Employee contribution methodology and plan design features for the Legacy US Airways Medical Plan including prescription drugs will be those in the 2014 Collective Bargaining Agreements between US Airways and the IAM, covering Mechanic and Related, MTS, and Fleet Service.
25 26 27 28	e.	Existing benefits under the Legacy US Airways Medical Plan will not be decreased during the term of this Agreement.
29 30 31	f.	Employee contribution rates will be the same for part-time employees and full time employees.
32 33 34	g.	The Company shall have discretion to offer participants incentives to exit the Legacy US Airways Medical Plan.
35 36 37 38 39 40 41	h.	In the event that the TWU/IAM Associations or the IAM should lose representation rights for a specific employee group through a representation election conducted by the National Mediation Board ("NMB"), the Company shall immediately have the right to eliminate, alter, modify, or merge with an existing plan, the Legacy US Airways Medical Plan provided under this Agreement for the specific employee group whose representation has changed.

C. DENTAL COVERAGE

The Company will provide the following dental coverage for TWU/IAM Association represented active employees:

Chart of Dental Coverage Design Features for 2020:

	Plus	Basic
Current Plan Design Features		
In Network Deductible	\$0 – Preventive	\$0 – Preventive
	\$50 – All other	\$50 – All other
Out of Network Deductible	\$75	\$75
Annual Maximum – In	\$2000	\$1000
Network	A	*
Annual Maximum – Out of	\$1500	\$750
Network		
Orthodontia – Lifetime	\$2000	\$1000
Maximum – In Network		
Orthodontia – Lifetime	\$1500	\$750
Maximum – Out of Network		
Preventive Co-insurance – In	100%	100%
Network		
Preventive Co-insurance –	80%	80%
Out of Network		
Basic Co-insurance – In	80%	50%
Network	500/	500/
Basic Co-insurance – Out of	50%	50%
Network	000/	500/
Major Co-insurance – In	80%	50%
Network		
Major Co-insurance – Out of	50%	50%
Network	30 /0	30 %
Orthodontia – Co-insurance –	50%	50%
In Network	0070	0070
Employee Cost Share	23%	23%
2020 Monthly Contributions		
	1	
EE Only	\$8.31	\$5.98
EE + Spouse	\$17.20	\$12.38
EE + Child(ren)	\$18.62	\$13.41
EE + Family	\$29.42	\$21.18

The Company has the right to amend the dental plan for the purpose of complying with applicable laws and regulations. If more a favorable cost share and/or plan design, in the aggregate, is provided to another represented workgroup, such cost share and/or plan design elements shall be provided to the Association represented employees.

D. VISION COVERAGE

The Company will provide the following vision coverage to TWU/IAM Association represented active employees.

The Company will offer a voluntary, employee funded vision plan, and such plan will be available at the same contribution rates as other represented workgroups. The plan design features of the vision plan will be at the discretion of the Company.

E. DISABILITY COVERAGE

Long Term and Short Term Disability options are described in Parties Long Term Disability (LTD)/Short Term Disability (STD) Plan Letter of Agreement.

F. MEDICAL COVERAGE – Retirees

The following is effective for all TWU/IAM Association represented employees retiring on or after March 26, 2020:

 Notwithstanding any other collective bargaining agreement provisions, and all other agreements, past practices, and arbitration awards between the parties, the Company is not required to maintain, fund, or provide for retiree medical insurance benefits.

2. For retiree medical coverage for retirees ages fifty-five (55) through sixty-four 64: Eligible employees retiring on or after age fifty-five (55) with five (5) years of service and through age sixty-four (64) will have access to a Company-sponsored retiree medical plan option. Retiree contribution rates for this coverage will be one hundred percent (100%) of projected annual expenses (which includes administrative expenses) using data, assumptions, and methodologies for calculating future retiree healthcare costs.

3. Retiree medical coverage shall cease when the retired employee attains age sixty-five (65). Retirees age sixty-five (65) and over will be offered access to purchase, at the retiree's expense, a guaranteed issue Medicare supplement plan through a third party administrator, to the extent available.

G. SICK LEAVE CONVERSION TO HEALTH RETIREMENT ACCOUNT

The Company shall establish a Health Reimbursement Account ("HRA") for eligible TWU/IAM Association represented retirees who:

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1. Meet the retirement criteria of the 65-point plan or equivalent policy and retire from the Company;

 <u>and</u>

2. Gives the Company at least four (4) months' advance notice of the employee's intent to retire.

For each such eligible retiree, the Company will credit to a notional HRA account the value of the eligible retiree's accumulated unused sick leave hours at the time of retirement multiplied by the 50% of the hourly rate of the retiree at the time of retirement. The HRA account credits may be used for qualified retiree medical expenses for any qualified retiree medical plan. The HRA account credits may only be used to reimburse the retiree for unreimbursed, substantiated, qualified medical expenses of the retiree and/or eligible dependents up to the retiree's HRA account credit balance.

The HRA must comply with all applicable laws and regulations. The Company will be responsible for drafting and maintaining the HRA plan documents(s), and will have discretion over all plan-related items not addressed in the Agreement. The Company shall have the right to amend any provision of the HRA plan that is required by applicable law, or is necessary to maintain the tax qualified status of the plan.

H. LIFE INSURANCE - Retirees

The Company is not required to maintain, fund, or provide for retiree life insurance benefits.

I. NON-INCORPORATION

Notwithstanding the terms described above, the Company's employee benefits plans are not incorporated in this Agreement.

J. TOOL BOX INSURANCE

The Company will provide and pay for insurance coverage against the loss by fire or theft of complete tool box and contents owned by mechanic employees while such is on Company premises for use in connection with work and while in transit to or while being used in connection with a field service assignment. Employees covered under this provision must provide a complete tool inventory and valuation. It shall be the employee's responsibility to provide tool inventory updates on any additions or deletions in order to maintain a current summary at all times.

<u>ARTICLE 29 – BENEFITS</u>

This insurance coverage shall be provided with a maximum coverage of:

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\$5,000-----Rollaway, Tool Box, Tote Tray and Contents \$2,000-----Tool Box, Tote Tray and Contents \$1,000-----Tote Tray and Contents

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with a one hundred dollar (\$100.00) deductible provision.

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Losses under the policy will be settled by the Company through its insurance company with the employee bearing the one hundred dollars (\$100.00) deductible. Recovery of losses will be provided by either a new comparable tool and box replacement or cash reimbursement after discussion with the employee.

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K. **BOMB SCARE INSURANCE**

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No employee will be required to participate in a bomb scare investigation against his wishes. The Company will provide death and disability insurance coverage as set forth below, applicable if the employee suffers death or permanent disability while on duty and a bomb explosion is the proximate cause of such death or disability.

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Death \$500,000 Total Permanent Disability \$500,000 Total Loss of Two members \$500,000 Total Loss of One Member \$250,000

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Member, as used herein, is defined as an arm, leg or eye.

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L. TRAVEL WHILE ON WORK ASSIGNMENT

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Employees who are required to travel at the discretion of the Company to a base or location other than their assigned base in the performance of their work shall be covered by one hundred thousand dollars (\$100,000) of life insurance coverage for accidental death from any cause. Said coverage shall commence from the time he leaves his assigned base and shall continue in force until he returns to his assigned base at the completion of such travel.

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M. TEST FLIGHT INSURANCE

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Employees who are required to participate in test flights shall be covered by a standard aviation accident insurance policy with a death benefit of not less than one hundred fifty thousand dollars (\$150,000) paid by the Company.

<u>ARTICLE 30 – RETIREMENT BENEFITS</u>

A. The following represents the terms of the retirement benefits for eligible TWU/IAM Association represented employees, and this coverage replaces and supersedes previous retirement provisions.

For purposes of this Retirement Article:

The term "IAM Designated Employees" shall mean all eligible employees participating in the IAM National Pension Fund immediately prior to March 26, 2020 regardless of location and all eligible employees hired by the Company on or after March 26, 2020 at a base, station, or location designated by the Association as an IAM location, irrespective of future relocation, and in a job classification covered by any TWU/IAM Association Agreement.

2. The term "TWU Designated Employees" shall mean all employees eligible to receive employer matching contributions under the American 401(k) Plan immediately prior to March 26, 2020 and all eligible employees hired by the Company on or after March 26, 2020 at a base, station, or location designated by the Association as a TWU location, irrespective of future relocation, and in a job classification covered by any TWU/IAM Association this Agreement

B. IAM National Pension Fund

1. All IAM Designated Employees will be eligible to participate in the IAM National Pension Fund. For each IAM Employee participating in the IAM National Pension Fund, the Company will contribute the following Contribution Rate for each hour for which employees in all job classifications covered by this Agreement are entitled to receive pay under this Agreement:

March 26, 2020 Pension Rates, 2% in out years rounded to nearest	2020	2020 +12 mos.	2020 +24 mos.	2020 +36 mos.	2020 +48 mos.
AMT/Mechanics and higher classifications, Quality Assurance Auditors, Planners, and Tech Doc (U50A) Grouping	\$2.95	\$3.00	\$3.05	\$3.15	\$3.20
Maintenance Control Technician (MCT) (A20C)	\$2.95	\$3.00	\$3.05	\$3.15	\$3.20

Utility/Cleaner (U52A)	\$1.65	\$1.70	\$1.70	\$1.75	\$1.80
MTS (U19A)	\$3.30	\$3.35	\$3.45	\$3.50	\$3.60
Stock Clerk / MLS (U51A)	\$1.90	\$1.95	\$2.00	\$2.00	\$2.05
Full Time Fleet (U17A)	\$1.70	\$1.75	\$1.75	\$1.80	\$1.85
Part Time Fleet (U18A)	\$1.25	\$1.30	\$1.30	\$1.35	\$1.35

- 2. For purposes of this IAM National Pension Fund section of this Retirement Article, the term Employer shall mean the Company.
- 3. The Company shall continue contributions for all contractually obligated time paid in accordance with the IAM National Pension Fund Standard Contract Language, up to a maximum contribution for each employee of forty (40) hours per week.
- 4. The Employer adopts and agrees to be bound by, and hereby assent to, the IAM National Pension Fund Amended and Restated Trust Agreement, including all amendments thereto, whether adopted before or after the date of this Agreement ("Trust Agreement"), which is incorporated into this Agreement and made a part hereof, and the Plan rules adopted by the Trustees of the Fund (the "Trustees") in establishing and administering the foregoing Plan pursuant to the Trust Agreement, as currently in effect and as the Trust and Plan may be amended from time to time.
- 5. The parties may increase the Contribution Rate and/or add job classifications or categories of hours for which contributions are payable. The parties acknowledge that the Trustees may terminate the participation of the employees and the Employer in the Plan for reasons including, but not limited to, if the successor collective bargaining agreement fails to renew the provisions of this pension Article or reduces the Contribution Rate.
- 6. Except for the June 12, 2019 Pension Fund LOA and the Standard Contract Language, this Article contains the entire agreement between the parties regarding pensions and retirement under this Plan and any contrary provisions in this Agreement shall be void. No oral or written modification of this Agreement shall be binding upon the Fund unless agreed to in writing by an authorized representative of the Fund. No grievance procedure, settlement or arbitration decision with respect to the Company's obligation

ARTICLE 30 - RETIREMENT BENEFITS

		ARTICLE GO RETIREMENT BENEFITO
1 2 3		to contribute shall be binding upon the Fund, unless the Fund has agreed to be a party to such proceeding.
3 4 5	C. American	Airlines, Inc. 401(k) Plan
6 7 8 9 10 11	1.	All eligible TWU/IAM Association represented employees will participate in the American Airlines, Inc. 401(k) Plan ("American 401(k) Plan"), a tax qualified, defined-contribution retirement plan under Section 401(a) of the Internal Revenue Code ("Code"), with a cash or deferred arrangement that qualifies under Section 401(k) of the Code, that complies with the requirements of Section 404(c) of the Employee Retirement Income Security Act of 1974, as amended ("ERISA"), or an equivalent plan.
13 14	2.	Employer Contributions
15 16 17 18 19 20 21 22		The Company, subject to any laws limiting the amount of benefit which can be contributed to or accrued under a plan qualified under Section 401(a) of the Internal Revenue Code of 1986, as amended from time to time, and its regulations, will provide contributions under the American 401(k) Plan, as follows: (i) Employer Contributions for IAM Designated Employees: IAM
23 24 25 26 27 28 29		Designated Employees shall be eligible to receive Employer Matching Contributions in an amount equal to one hundred percent (100%) of the member's Employee Before-Tax Contributions and Employee Designated Roth Contributions up to a maximum Employer Matching Contribution equal to four percent (4.0%) of their Eligible Compensation, as defined in the American 401(k) Plan.
30 31 32 33 34 35 36 37 38 39 40		(ii) Employer Contributions for TWU Designated Employees: TWU Designated Employees shall receive Non-Elective Employer Contributions in an amount equal to five percent (5%) of their Eligible Compensation, as defined in the American 401(k) Plan. TWU Designated Employees will also be eligible to receive Employer Matching Contributions in an amount equal to one hundred percent (100%) of the member's Employee Before-Tax Contributions and Employee Designated Roth Contributions up to a maximum Employer Matching Contribution equal to four percent (4.0%) of Eligible Compensation, as defined in the American 401(k) Plan.

3. Eligibility for Employer Contributions

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(i) Employer Matching Contributions: All Association represented employees must satisfy the one (1) year service requirement, as

<u>ARTICLE 30 – RETIREMENT BENEFITS</u>

defined in the American 401(k) Plan, to be eligible to receive Employer Matching Contributions in the American 401(k) Plan. Provided, however, that all Association represented employees who are on the American Airlines System Seniority List as of March 26, 2020 and who are not eligible to receive Employer Matching Contributions as of March 26, 2020 shall have all prior service with the Company and/or AAG recognized for purposes of determining eligibility for post March 26, 2020 Employer Matching Contributions to the American 401(k) Plan.

(ii) Non-Elective Employer Contributions: All TWU Designated Employees must satisfy the one (1) year service requirement, as defined in the American 401(k) Plan, to be eligible to receive Non-Elective Employer Contributions in the American 401(k) Plan. Provided, however, that all TWU Designated Employees who are on the American Airlines System Seniority List as of March 26, 2020 and who are not eligible to receive Non-Elective Employer Contributions as of March 26, 2020 shall have all prior service with the Company and/or AAG recognized for purposes of determining eligibility for post March 26, 2020 Non-Elective Employer Contributions to the American 401(k) Plan.

4. Vesting or Employer Contributions

(i) Employer Matching Contributions: All Association employees with two (2) or more years of vesting service, as defined in the American 401(k) Plan, shall be one hundred percent (100%) vested in their Employer Matching Contributions. Provided, however, that all Association represented employees who are on the American Airlines System Seniority List as of March 26, 2020 and who are not vested in their Employer Matching Contributions as of March 26, 2020 shall have all prior service with the Company and/or AAG recognized for purposes of determining vesting for post March 26, 2020 Employer Matching Contributions to the American 401(k) Plan.

(ii) Non-Elective Employer Contributions: All TWU Designated Employees with two (2) or more years of vesting service, as defined in the American 401(k) Plan, shall be one hundred percent (100%) vested in their Non-Elective Employer Contributions. Provided, however, that all TWU Designated Employees who are on the American Airlines System Seniority List as of March 26, 2020 and who are not vested in their Non-Elective Employer Contributions as of March 26, 2020 shall have all prior service with the Company and/or AAG recognized for purposes of determining vesting for post March 26, 2020 Non-Elective Employer Contributions to the American 401(k) Plan.

ARTICLE 30 – RETIREMENT BENEFITS

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2	5.	The Company reserves the right to amend the American 401(k) Plan,
3		provided that no amendment may diminish the American 401(k) Plan
4		benefits memorialized herein unless required by law.

5 6. The American 401(k) Plan is not incorporated in this Agreement.

A. It shall be a condition of employment that all current employees represented by the Union shall remain members in good standing of the Union, or in lieu thereof pay a monthly service charge to the Union. It shall be a condition of employment that all new employees hired after the effective date of this Agreement and represented by the Union shall become a member of the Union, or pay service charges in lieu thereof, according to the Union's designation of the TWU or the IAM as the organization handling representation responsibilities on behalf of the Union at a given work location. The Union has provided the Company with a listing of Company stations or locations where the TWU is designated to handle representation of employees covered by this Agreement and where the IAM is designated to handle representation of employees covered by this Agreement. If the designation of representation responsibilities at current stations or locations is adjusted in the future or a designation is made for a new work station or location, the Association will promptly advise the Company of any such changes.

B. The obligation of new employees represented by the Union to acquire and maintain membership in the Union, or pay service charges in lieu thereof, shall commence sixty (60) days after the beginning of an employee's employment under this Agreement.

C. The Company will supply the Union with the name, personnel number, and work location of any new employee or transferee covered under this Agreement within fifteen (15) days of the actual report date of said employee. The Company will allow the Union an opportunity during orientation to meet with new employees and transferees regarding union matters.

D. An employee represented by the Union shall not be required to acquire or maintain membership in the Union, or pay a service charge in lieu thereof, if:

1. Membership in the Union is not available to the employee upon the same terms and conditions that are generally applicable to any other employee covered by this Agreement; or

2. The employee's membership in the Union was denied or terminated for any reason other than the employee's failure to pay periodic dues, initiation fees, and assessments (not including fines and penalties) that are uniformly required as a condition of acquiring or retaining membership in the Union. For the purposes of this section, dues, fees, and assessments shall be deemed "uniformly required" if they are required of all employees in the same work classification at the same time in the same Local/Lodge.

E. The following provisions apply to employees represented by the Union who leave employment under this Agreement.

- 1. Employees who retain seniority under this Agreement and who are regularly assigned or transferred to employment not covered by this Agreement, are on leave, or are furloughed, will not be required to maintain membership or provide financial support as provided in Paragraph A of this Article, but they may do so at their option. Should such employee return to any service covered by this Agreement, he shall as a condition of continued employment become and remain a member in the Union, or pay service charges within thirty (30) days from the date of return to service.
- 2. The seniority status and rights of employees who serve in the Armed Forces shall not be terminated by reason of any provisions of this Agreement, but such an employee, upon resumption of employment shall as a condition of continued employment become and remain a member of the Union, or pay service charges within sixty (60) days from the date of return to service.
- 3. If an employee has resigned from the Company and is subsequently rehired, he shall as a condition of continued employment become and remain a member of the Union, or pay service charges within sixty (60) days from the date of rehire.
- F. For the purpose of this Agreement, membership in good standing means that the employee represented by the Union is a member of the Union and is not more than sixty (60) days in arrears in the payment of initiation fees, assessments, and membership dues. Alternatively, an employee may not be more than sixty (60) days in arrears in the payment of service charges.
- G. When an employee becomes delinquent or not in good standing within the meaning of Paragraph E above, the employee shall be subject to discharge in accordance with the following procedures. Any discharge under the terms of this Article will be based solely upon the failure of the employee to pay initiation fees, assessments, membership dues, or service charges, as specified herein, and not because membership in the Union was denied or terminated upon any other ground.
 - 1. With respect to any discharge under this Article, the internal policy and procedures of the TWU and/or the IAM shall apply. Pursuant to those procedures, the employee shall be provided with notice of any delinquency in payment, the specific amount of payment required, and instructions for making payment within thirty (30) days of the date of the notice. If the required payment is still not received within thirty (30) days following the initial notice, a final notice of delinquency shall be issued, advising that termination of employment will be sought unless full payment in the specified amount is received within thirty (30) days of the date of the final notice. No payments will be accepted after the expiration of the final thirty (30) day notice period. After the expiration of the final notice period, a termination request will be sent to the Company's Vice-President Labor Relations or his/her

designee, with a copy to the employee, providing appropriate documentation that the employee has failed to make payments as required under this Article. The Vice-President – Labor Relations or his/her designee will then take all necessary and proper steps to discharge the employee from the Company's service.

2. An employee discharged by the Company under the provisions of this Article shall be deemed to have been discharged for non-payment of dues or union financial support, and a notation so made on his employment record.

3. An employee who believes that the provisions of this Article pertaining to him have not been properly interpreted or applied may appeal his discharge directly to a neutral referee within ten (10) days after the notification of discharge. If the parties cannot agree on a neutral referee, a referee will be chosen from a panel supplied by the National Mediation Board. The alternate strike method shall be used with the employee initiating the first rejection. Such final selection of a neutral referee shall be accomplished within ten (10) days after receipt of the list of neutral referees. If the parties have not reached agreement by the alternate strike method within the ten (10) day period, the first name listed on the panel provided by the National Mediation Board shall be designated the neutral referee.

4. The hearing before the neutral referee will occur as soon as practicable, and the neutral referee will be requested to issue a decision within thirty (30) days after the hearing. The decision of the neutral referee will be final and binding on all parties to the dispute. The fees and charges for such neutral referee will be borne equally by the employee and the Union. Any other fees, charges and costs incurred relative to the hearing by any party (including legal or attorney fees) shall be borne exclusively by the party incurring the fees, charges and costs.

H. During the life of this Agreement, provided that the Union is still the collective bargaining representative for the employees covered by this Agreement, the Company agrees to deduct from the pay of each employee and remit to the TWU or the IAM, as applicable, membership dues, initiation fees, and assessments, or service charges in lieu thereof, provided that each such employee has voluntarily executed an authorization and assignment form.

1. With respect to current employees covered by this Agreement, any authorization and assignment forms previously executed shall continue in full force and effect according to their terms, with American as the successor to US Airways, Inc. for employees who are IAM members or service charge payers.

2. With respect to employees hired after the date of this Agreement, a form for the purpose of Assignment and Authorization for Payment of Dues or Service Charge shall be prepared by the Union and furnished to the Company.

- 3. When a new employee properly executes the assignment and authorization form, the original copy will be forwarded to the Company's payroll department. Any form which is incomplete or improperly executed will be returned to the Union.
- 4. An employee's assignment and authorization may only be revoked after the expiration of one (1) year from the date of signing the authorization and assignment form, or upon the termination of the dues/service charge check-off provisions of this Article. Any notice of revocation must be in writing, signed by the employee, and delivered by certified mail to the TWU Local Union office or the IAM District Lodge office, as applicable.
- 5. When an Assignment and Authorization form, as specified in this Article, is received by the Company on or before a given payday, deductions will commence with the first regular paycheck following said payday, and will continue thereafter until revoked or cancelled as provided in this Article. The Company will remit to the TWU and the IAM checks in payment of all dues and service charges collected on a given payday on behalf of each, on or as soon after the payday as practicable. The Company remittance will be accompanied by a list of names, personnel numbers, and station numbers of the employees for whom deductions have been made in the particular period, arranged in order of their personnel numbers. Additionally, the remittance will be accompanied by a listing of those employees who are on unpaid leave of absence or furlough, have accepted a position not covered by this Agreement, or have terminated employment with the Company.
- 6. No dues or service charge deductions will be made from the wages of any employee who has executed an assignment and authorization form and who transfers to a position not covered by this Agreement, is on leave without pay, or is on furlough. Upon return to work in a position covered by this Agreement, deductions will be automatically resumed in accordance with the time frame specified in Paragraph E (1), provided that such employee has not revoked his assignment and authorization in accordance with this Article. An employee who resigns or is terminated from the Company will be deemed to have automatically revoked his assignment and authorization and, if reemployed, further deductions will be made only upon the execution of a new assignment and authorization. Provided, however, if an employee is reinstated following a disciplinary discharge, deductions will resume automatically unless the assignment and authorization has been revoked in accordance with this Article.
- 7. Deductions for dues and service charges will be made from each paycheck provided there is a balance in the paycheck sufficient to cover the amount after all other deductions authorized by the employee or required by law have been satisfied. In the event of a termination of employment, the obligation of the

Company to collect dues and service charges will not extend beyond the pay period in which the last day of work occurs.

8. Following submission of the assignment and authorization for a newly hired employee, a single flat sum deduction for an initiation fee (if applicable) shall be made from the employee's paycheck, provided that there is a balance in the paycheck sufficient to cover the amount after all other deductions authorized by the employee and required by law have been satisfied.

9. If sufficient earnings do not remain after other deductions as provided in Paragraphs H (7) and H (8) above, or if there are employees on the payroll that do not have on file with the Company an authorization for deductions as set forth in this Article, the TWU or IAM, as applicable, shall be notified. Notification shall include employee personnel number, name, classification code, department, location and, if applicable, the amount of deduction for each period and total amount for the month. It shall thereafter be the responsibility of the TWU and the IAM respectively to collect amounts owed for which sufficient funds were not available for deduction.

I. The TWU and the IAM each agree to indemnify the Company and hold it harmless against any and all suits, claims, demands and liabilities, which arise out of or by reason of any action taken or not taken by the Company for the purpose of complying with any provisions of this Article. The Company agrees that in the event it is named as a defendant or charged party in any such action, the Company shall promptly notify the Union. The Union shall maintain the exclusive right to defend, settle, mitigate damages, litigate, and/or take whatever action it deems necessary and proper through attorneys of the Union's choosing and at the Union's cost. If the Company, nevertheless, decides to retain its own counsel, it shall do so at its own cost, and not at the cost of the Union.

J. The Company will provide for voluntary employee contribution to the Machinist Non-Partisan Political League ("MNPL") for IAM members and TWU Committee on Political Education ("COPE") for TWU members through payroll deduction. Eligibility to participate through the payroll deduction program is restricted to those employees of the Company who are certified by the IAM or TWU to participate in the respective programs in accordance with all requirements under applicable federal and state laws. With respect to current employees covered by this Agreement, any MNPL or COPE authorization and assignment forms previously executed shall continue in full force and effect according to their terms.

K. "Union" as used in this Article shall mean the TWU or the IAM, as applicable, which together constitute the Association.

ARTICLE 32 - REPRESENTATION

A. The representation for the effective handling of grievances and disputes between the parties under this Agreement shall be:

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- The Union will be represented by properly Union designated Representatives in each station, department or location. Union Representatives shall be allowed reasonable time required for authorized Union business during working hours, consistent with the needs of the service and shall be compensated for such time at their straight time rate. "Authorized Union business" is that relating to the investigation of grievances, disciplinary action, hearings, and grievance meetings with officials of the Company. The number of representatives, that confer with management at any one time on any issue, including meetings convened under the provisions of paragraph J, will not exceed the number of management employees present plus one (1) additional representative to act in the capacity of a scribe. In the conduct of such authorized Union business, the Union Representative shall notify his supervisor of his desire to leave his work place, the reason therefore, and shall notify his supervisor of his return. When it is necessary for a Union Representative to enter a department other than his own, as a courtesy he shall notify management, if available, of that department.
- 22 B. The Company will be represented by an authorized representative at each point/station/location, who will be empowered to settle all local grievances not involving changes in Company Policy or the intent and purpose of this Agreement.
 - C. The Union and Company will, at all times, keep the other party advised through written notice of any change in authorized representatives.
- D. It is understood that officials of either party having responsibilities under this
 Agreement may delegate those responsibilities to another authorized
 representative.
 - E. International Officers, Accredited Representatives, or Local Officers of the Union will, at any time during regular working hours, have access to the premises of the Company where employees are located, for the purpose of investigating grievances for employees covered by this agreement or other matters directly connected with the operation of this Agreement and its procedures for the settlement of any dispute. As a matter of courtesy, notice of an intended visit will be given to the ranking Company official or his designated representative. A visit will be subject to such reasonable regulations as may be made from time to time by the Company, but the Company will not impose regulations that will render ineffective the intent of this provision nor impair the privacy of any conference necessary to accomplish the purpose of the visit.
- 44 F. All hearings will be conducted during regular day shift working hours. Union

ARTICLE 32 – REPRESENTATION

officers or representative(s), employee(s), and necessary employee witnesses shall receive their applicable rate of pay while handling grievances or attending hearings.

1. When the Company conducts an investigation the Union Representative, employee, and necessary employee witnesses, shall receive their applicable rate of pay.

G. No employee selected as an officer or representative of the Union will be discriminated against for lawful activity on behalf of the Union.

H. Service records shall be maintained for all employees by the Company and upon resignation or discharge from the service the employee, upon request, will be furnished with a copy of same. In discharge cases, the employee and his Union representative will have access to the personnel records applicable to the case prior to the holding of any hearing.

18 I. Union representatives will, upon request of the TWU Local President/IAM General
19 Chairman, be assigned to a fixed shift and days off. The arrangements will be
20 worked out at each station by that Union representative and the local manager.

J. In meetings for the purpose of investigation of any matter which may eventuate in the application of discipline or dismissal, or when written statements may be required, or of sufficient importance for the Company to have witnesses present, or to necessitate the presence of more than one Company supervisor, or during reasonable cause or post-accident drug/alcohol testing as provided for in this Article, the Company will inform the employee, including a probationary employee, of his right to have Union representation present. If the employee refuses representation, the supervisor's record will reflect his refusal.

K. At the start of a meeting under the provisions of this Article, the Company will, except in rare and unusual circumstances, indicate the reason that causes the meeting and then provide an opportunity for the employee and his Union Representative to confer for a reasonable period of time. Following that period, the meeting will be reconvened and continue until concluded by the supervisor.

L. Employees covered by this Agreement who are interviewed by a Company Security Department representative as part of a Security Department investigation may, upon request, have a Union Representative present during the interview. If a local Union Representative is not readily available after the request, the Company's Security Department will not be required to wait for his availability before conducting its interview. However, the employee in that circumstance may request the presence of another Union represented employee (peer witness) to be present. The role of the Union Representative or peer witness may in no way interfere nor impede the

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Security Department's investigation and/or interview.

M. Employees who are required to take a reasonable cause or post-accident drug/alcohol test by the Company may, upon request, have a Union Representative present who shall not suffer loss of pay, as a witness during those parts of the specimen collection process indicated below.

1. In those stations where a local Union Representative is not readily available, the Company will delay the test for up to one (1) hour from the time the employee requests or is notified of his right to Union representation, whichever occurs first, in order to allow the first available representative to be present at the medical facility.

2. If normal travel time to the medical collection facility exceeds one (1) hour, then the one (1) hour waiting period will be extended by the amount of travel time in excess of one (1) hour.

3. Only one (1) Union Representative will be allowed to accompany the employee to the medical collection facility and into the area where the medical collector opens the drug testing kit, completes the relevant paperwork, and secures the kit after completion of the collection process. The Union Representative will be allowed to witness the opening of the collection kit by the collector, the documentation of the chain of custody procedure by the collector and the employee, and the packaging and sealing of the kit for shipment following the collection. The Union Representative will not be allowed to accompany the employee or collector into the restroom.

N. No Union Representative will engage in any activity, which disrupts the collection process. Should the Union Representative engage in disruptive activity, the Union Representative will be required by the Company's Supervisor to wait in the employee/patient waiting area until the collection process and paperwork has been completed.

ARTICLE 33 - GRIEVANCE PROCEDURE

A. For the presentation and adjustment of disputes or grievances that may arise, the procedure will be as follows:

1. Verbal Step

Any employee or group of employees who believe that they have been unjustly dealt with, or that any provision of this Agreement has not been properly applied or interpreted, may present the complaint or grievance to a representative of the Union, who in turn will discuss the matter with the employee's immediate supervisor, within five (5) days from the time when the employee first has knowledge or should reasonably have had knowledge of the alleged contractual violation that leads to the grievance. The employee's Supervisor will give a verbal decision to the Union Representative within three (3) days of the discussion. Verbal Step decisions are non-precedential.

Step 1

If the employee is not satisfied with the verbal decision of the employee's supervisor, the matter, through the Union, must be reduced to writing on a standard grievance form or electronic equivalent, and given to his supervisor or designee within three (3) days from the supervisor's verbal decision. Upon receipt, the employee's supervisor must state in writing his decision and return this form to the Union Representative within five (5) days from the date he receives the grievance. The Union Representative then must forward this grievance form to the Local Grievance Committee

Step 2

If no satisfactory adjustment is reached in Step 1, it may be appealed in writing or electronically through the Union within ten (10) days from the receipt of the Step 1 answer to the Department Head designated by the Company or his designee, who shall evaluate the grievance or complaint and render his decision, in writing, in the space provided on the standard official grievance form or electronic equivalent as soon as possible, but not later than ten (10) days following the meeting date.

The Department Head or his designee shall establish meeting dates each month consistent with the volume of grievances at his level to assure timely resolution or disposition of such grievances.

When the Company conducts a Step 2 meeting the Union Representative(s), employee, and necessary employee witnesses, shall receive their applicable rate of pay. The Step 2 meetings will be conducted during the regular day shift hours, unless mutually agreed to otherwise.

Step 3

If no satisfactory adjustment is reached in Step 2, it may be appealed in writing or electronically through the Union within twenty (20) days after receipt of the Step 2 answer to the Grievance Review Board (GRB). If appealed, the grievance will be reviewed by the GRB or upon request of either party, presented to the GRB. The GRB will consist of four (4) members: Managing Director of Labor Relations or his designee, one (1) Management designee, and two (2) Union designees. The GRB will meet bi-monthly or sooner if mutually agreed between the parties. The GRB will render a decision in writing to the Union within fourteen (14) days of the meeting date. The meeting will take place at the corporate offices of the Company, or another location if mutually agreed upon, to discuss those grievances, which have not been resolved at the lower steps.

If no satisfactory resolution is reached at the GRB, the grievance and the decision may be appealed to the System Board of Adjustment/Arbitration as set forth in this Agreement, provided, however, said appeal must be submitted within thirty (30) days from receipt of the decision of the GRB or the grievance will be considered to have been withdrawn by the Union.

Time Limits

The time limits set forth in this Article may only be waived by mutual written agreement between the IAM General Chairman or TWU Local President and the Managing Director of Labor Relations, or their designees. Failure of the employee or his Union Representatives to comply with any of the prescribed time limits will withdraw any such grievances from further consideration.

Failure of the Company to answer grievances within the prescribed time limits in Step 1 will automatically move such grievances to Step 2 of the grievance procedure.

Failure of the Company to answer grievances, other than discharge, within the prescribed time limits at Step 2 of the grievance process will result in a one-time monetary penalty of eight (8) hours additional pay to the grievant. Any monetary penalty paid does not cancel or render any judgment regarding the merits of the grievance. In addition to the monetary penalty above, the Union will have the right to move the grievance to Step 3.

B. An Accredited International Representative of the Union or designated Company official who believes that any provision of this Agreement has not been or is not being properly applied or interpreted which has not yet become the subject of an actual grievance, will have the right, within ten (10) calendar days after such alleged misapplication or misinterpretation has been ascertained, to protest such violation, in writing, to the other party, who will evaluate such protest and render a written decision in fifteen (15) calendar days. If no satisfactory adjustment is reached, the grievance and the decision may be directly appealed to the System Board of

Adjustment/Arbitration.

The above provision will apply to IAM General Chairman or TWU Local President with respect to improper application or interpretation of the Agreement affecting a group of employees within the jurisdiction of their Union, a grievance will be filed with the designated representative of the Company and begins at Step 3 of the above procedure.

C. Discharge & Discipline

1. For incidents that occur within the Technical Operations Organization or the employee's assigned station, no employee who has been in the service of the Company past their applicable probationary period will be disciplined to the extent of loss of pay or discharge without being advised in writing of the charge(s) preferred against him leading to such action. Such notice shall be presented to the employee, with a copy to the Union, not later than five (5) days from the time the employee's Operating Department or Labor Relations learns of the incident, or reasonably should have had knowledge of the incident, upon which such charge(s) is based. If requested, a special hearing will be conducted for loss of pay or discharge determinations.

2. For incidents that occur outside of the Technical Operations Organization or the employee's assigned station, no employee who has been in the service of the Company past their applicable probationary period will be disciplined to the extent of loss of pay or discharge without an investigation being done by the Company. When the Technical Operations Organization becomes aware of the incident, the employee(s) and the Union-will be notified within twenty-four (24) hours of when they become aware of such incident. If such incident requires an investigation after the initial discussion with the employee, the employee will be held out of service and compensated for all regularly scheduled hours. The employee will be considered active for all employee benefits, except employee non-revenue travel. Registered passengers are still eligible for travel benefits in accordance with Company policy. At the end of this investigation, the Company will inform the employee, with a copy to the Union, of the results of the investigation and he will be returned to work or subject to discipline, if any. If requested, a special hearing will be conducted for loss of pay or discharge determinations.

3. If an employee is held out of service without pay for any of the following reasons, all other benefits, except employee travel will continue during the investigation. Registered passengers are still eligible for travel benefits in accordance with Company policy.

a) Action constituting a criminal offense, on or off duty.

b) Refusal or adulteration of an alcohol/drug test or verified positive drug or

confirmed positive alcohol test from the date on the letter of verification/confirmation.

c) Failure to cooperate with an investigation

4. If after the Company investigation is completed, as described in (C) (3) (a) (b) or (c) above, and the employee is exonerated of any wrong doing, the employee will be paid for the employee's regularly scheduled hours during the period of time the employee was held out of service without pay. At the end of this investigation, the Company will inform the employee, with a copy to the Union, of the results of the investigation and he will be returned to work or subject to discipline, if any. If requested, a special hearing will be conducted for loss of pay or discharge determinations.

D. Special Hearing

1. Any employee suspended or discharged from service shall be granted a special hearing, provided a request is made therefore in writing to the proper Vice President of Maintenance or his designee, with a copy to the Union within seven (7) days of the suspension or discharge. The requested hearing will be held within five (5) days of receipt of such request. Within seven (7) days after the close of such hearing, the Company shall render its decision in writing, and shall furnish the employee and his accredited Union Representative a copy thereof. If the decision reached as a result of the hearing is not satisfactory to the Union, the case may then be processed in accordance with the regular grievance procedure, beginning with Step 3.

For discharge cases, failure of the company to render a decision as prescribed above will result in a monetary penalty equivalent to four (4) hours of pay per day at his former regular hourly rate until the decision is issued. Any monetary penalty paid does not cancel or render any judgment regarding the merits of the grievance. In addition to the monetary penalty above, the Union will have the right to move the grievance to Step 3.

2. In any case where it is found that the suspension or discharge is unjust, the employee will be reinstated with full seniority, paid for time lost and records corrected.

E. In cases where it is necessary that an employee be warned due to the caliber of his work and/or the general performance of his duties, such warning will be made to the employee in writing with a copy to the Union within five (5) days from the time the employee's Operating Department learns of the incident, or in minor cases verbally in the presence of a Local Union Official, and the employee will be given a reasonable length of time to correct the matter.

F. Each disciplinary letter issued to an employee covered by this Agreement shall not

remain in their personnel record for a period of more than one (1) year.

ARTICLE 34- SYSTEM BOARD OF ADJUSTMENT/ARBITRATION

A. In compliance with Section 204, Title 2 of the Railway Labor Act, as amended, there is hereby established a System Board of Adjustment/Arbitration ("System Board") for the purpose of adjusting and deciding disputes or grievances which may arise under the terms of this Agreement, and which are properly submitted to it after exhausting the procedure for settling disputes as set forth under Article 33. However, by mutual agreement, any cases properly referable to the System Board may be submitted to it in the first instance.

B. The System Board shall consist of three (3) members; one (1) selected by the Company, one (1) selected by the Union and one (1) selected for each dispute from a panel of eleven (11) Arbitrators established by mutual agreement between the Union and the Company. After a panel member has served for a period of two (2) years, either party may request that such member be removed from the panel. However, a member of the panel may be removed during the term of this Agreement by mutual agreement between the parties. When a change is made, the parties will select the new panel member(s) by the same method used to select the original panel members.

C. Hearings of the System Board for discipline and discharge cases will be held in the city of the Company's operating bases where the grievant is located. Hearings of the System Board for contractual interpretation cases will be held in the city of the Company's corporate headquarters unless otherwise mutually agreed to between the parties.

D. The System Board shall have jurisdiction over disputes between any employee covered by this Agreement and the Company growing out of grievances or out of interpretation or application of any of the terms of this Agreement. The jurisdiction of the Board shall not extend to proposed changes in hours of employment, basic rates of compensation or working conditions covered by this Agreement or any of its amendments.

E. The Board shall consider any dispute within the System Board's jurisdiction submitted to it by the Union or by the Company's Chief Operating Officer or his authorized representative, when such dispute has not been previously settled in accordance with the terms of this Agreement.

F. All disputes properly referred to the Board for consideration shall be addressed to the Board Members.

Each case submitted shall show:

1. Question or questions at issue;

2. Statement of facts;

3. Position of employee or employees;

 4. Position of Company.

ARTICLE 34- SYSTEM BOARD OF ADJUSTMENT/ARBITRATION

When possible, joint submissions will be made, but if the parties are unable to agree upon a joint submission, then either party may submit the dispute and its position to the Board. No matter shall be considered by the Board, which has not first been handled in accordance with the appeal provisions of this Agreement, including the rendering of a decision thereon by the Chief Operating Officer of the Division or his duly designated representatives.

G. Upon receipt of notice of the submission of a dispute, the parties shall agree on a date for the hearing, or if at least two (2) members of the Board consider the matter of sufficient urgency and importance then at such earlier date and at such place as the parties shall agree upon, but not more than thirty (30) days after such request for meeting is made.

H. An employee covered by this Agreement may be represented at System Board hearings by a person(s) designated by him and the Company may be represented by a person(s) designated by it. Evidence may be presented both orally and in writing. Individual members of the System Board may, summon any witnesses who are employed by the Company and who may be deemed necessary by the parties to the dispute.

I. The decision of the System Board shall be rendered within thirty (30) days after the close of the hearing. A majority vote of the members of the System Board shall be necessary to make a decision. The decisions will be final and binding upon the Company, the Union and the grievant(s).

J. The time limits specified in this Article may be extended by mutual agreement between the parties to this Agreement.

K. Nothing contained in this Article will be construed to limit, restrict, or abridge the rights or privileges accorded either to the employees, the Company, or their duly accredited representatives under the provisions of the Railway Labor Act, as amended.

L. The System Board shall maintain a complete record of all matters submitted to it for consideration, and of all findings and decisions made by it.

M. Each of the parties will assume the compensation, travel expense and other expenses of the System Board members selected by them.

N. Each of the parties will assume the compensation, travel expense and other expenses of the witnesses called or summoned by them. A witness who is an employee of the Company shall receive free round trip transportation over the Company system, so far as space is available from the point of duty or assignment to the point at which he must appear as a witness, to the extent permitted by law.

ARTICLE 34- SYSTEM BOARD OF ADJUSTMENT/ARBITRATION

- O. The designated Company member and Union members, acting jointly, shall have the authority to incur such other expenses as, in their judgment, may be deemed necessary for the proper conduct of the business of the System Board, and such expenses shall be borne one-half (1/2) by each of the parties. Company and Union members will be granted necessary leaves of absence for the performance of their duties as System Board members. Board members shall be furnished free round trip transportation over the Company system so far as space is available for the purpose of attending meetings of the System Board, to the extent permitted by law.
- P. A System Board member shall be free to discharge his duty in his capacity as a System Board member in an independent manner without fear that his individual relations with the Company or with the Union may be affected in any manner by any action taken by him in good faith.

<u>ARTICLE 35 – GENERAL</u>

- A. The Company agrees that there shall be no established maximum age limit in the 2 hiring of employees. 3
- 4 B. The Company will, within ninety (90) days of ratification and at local orientations of 5 new employees, provide each employee covered by this Agreement with a copy of the 6 Agreement printed in a spiral bound copy. 7
- 8 C. Any material changes to Company policies that may be the basis for discipline will be 9 provided to the Association leadership in advance of implementation. Information may 10 be provided electronically to the Association and may be electronically posted for 11 employees.
- 13 D. The Company will provide the designated TWU/IAM representatives electronic access 14 to Company manuals, publications, and associated documents including revisions 15 expressly referred to in the Agreement. 16
- 17 E. The Company will provide parking for employees at their work location and pay 18 monthly parking and fees as assessed by the appropriate authority. This provision will 19 not apply to replacement charges to employees for parking decals, stickers, gate keys, 20 or similar items.
 - F. When bus transportation to and from employee parking facilities is recognized by the Company as an integral part of the employee parking arrangements that transportation will be at Company expense.
 - G. It is the Company's intent to continue the cooperative relationship between the Company's Employee Assistance Program (EAP) and the Union Employee Assistance Programs (UEAP). The Association will appoint two (2) full time UEAP Directors, who will be paid by the Company.
- 31 H. An employee's first confirmed positive drug test will not automatically result in 32 termination.
 - I. Employees who are involuntarily changed from Monday/Sunday to another set of days off will be transitioned to Monday/Tuesday off for one week and then to new days off the following week to ensure affected employees receive two (2) days off each week. This provision does not apply to employees who voluntarily bid a position.
- 38 J. All orders to and requests from an employee involving transfers, promotions, 39 demotions, layoff, recall, leaves of absence, or anything affecting his pay will be in 40 writing.
- 42 K. An employee who permanently transfers at his own request to another classification of work as provided in any other Agreement that has reciprocating language will 43 44 continue to receive his same hourly rate but, in no event, will his hourly rate exceed 45 the maximum rate for the classification to which he transferred.

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ARTICLE 35 – GENERAL

If his hourly rate at the time of such transfer is not the same as any regular rate per hour for the classification to which he transferred, he will immediately receive the nearest higher regular rate per hour for such classification. Thereafter, the employee shall progress on the normal progression scale in the new classification. In the case of a transfer from a higher to a lower classification caused by a reduction in force under this Agreement, the above rules will apply.

L. This Agreement may not be amended or supplemented except by a written Letter of Agreement signed by both the Vice President or Managing Director of Labor Relations or their designee on behalf of the Company and the Chair and Co-Chair of the Association or their designees.

M. The Labor Advisory Committee will include a minimum of two (2) representatives designated by the Association for the purpose of addressing issues of common interest among all employees at the Company.

N. When an employee is scheduled for an O.S.H.A. hearing exam outside of his regular shift, he will be paid for the time spent outside of his regular shift as if it were time spent at his regular work, and overtime rates would apply, if applicable.

O. To the extent the Company, Union, and FAA maintain an ASAP or similar program, employees covered by this Agreement will be eligible to participate.

P. The Company will allow the Union an opportunity, during local orientation, to meet with new employees and transferees regarding Union matters.

Q. An employee who appears as a witness in a legal proceeding at the request of the Company will be paid during witness service.

R. An employee who is compelled by subpoena to testify in any other legal proceeding, will be allowed time off to attend such proceedings. An employee compelled to testify in any legal proceeding (except those involving the Company, may at his option, use any compensated time off (excluding block vacation and sick) to make up his wages for time missed when attending such proceedings.

S. The Company will promptly notify the employees and the Union of the use of any material, equipment, or procedure known to be hazardous to employees exposed and the known procedures to control the hazards via a Safety Data Sheet (SDS). The Company will promptly provide the Union with the results of any management or government health and safety survey concerning the employees represented by the Union.

T. When the Company is made aware, by the manufacturer or distributor of a product recall or equipment recall, the Company will take appropriate action to ensure the safety of its employees. The Company will also notify the Union of the issue as soon as possible and of any subsequent action that is taken.

ARTICLE 36 - UNIFORMS

A. Employees in the Maintenance Control Technician classification will be required to comply with the IOC dress code policy dated 02/29/2016 unless both the Union and the Company mutually agree to modifications. An employee may wear the standard TWU, IAM, or Association insignia or pin on any work clothing or hat.

- Employees shall be furnished the following field trip gear: jacket (three-in-one) and coveralls at no cost to the employee. Rain gear (top and bottom) will be maintained at each station.
 - 2. Upon request, local management will launder or replace Company provided field trip gear that has been chemically soaked while in the field.
 - 3. The Company shall replace field trip gear based on appearance and wear. The Company shall not be responsible for replacing items damaged by negligence or misuse by the employee.
- 4. Employees must return to the Company, field trip gear purchased by the Company upon separation of employment or transfer out of the bargaining unit.

ARTICLE 37 – ASSOCIATION BULLETIN BOARDS

A. The Company will provide locked and secured bulletin boards at each station/location consistent with the practice we have today, where employees are employed, marked Transport Workers Union of America, AFL-CIO, International Association of Machinist, AFL-CIO, and the appropriate Local/Lodge number, for the posting of official notices of Union activities not inconsistent with the Railway Labor Act, as amended. Notices will bear the signature of an officer of the Union and will not contain anything of a defamatory or personal nature attacking the Company or its representatives. No political circulars, propaganda or advertisements will be placed on these bulletin boards. The Company will not oppose the Union's posting of any bulletins offering benefits provided by any insurance company sanctioned by the Union on the bulletin boards for employees covered under this agreement.

B. Bulletin boards will be located in areas that will be easily accessible to employees in each area as agreed to between the parties issues.

ARTICLE 38 - NO STRIKE - NO LOCKOUT

A. It is understood and agreed that the Company will not lock out any employees covered hereby, and the Union will not authorize or take part in any strikes, sit downs, slowdowns, or picketing of Company premises during the life of this Agreement until the procedures for settling disputes as provided herein and provided by the Railway Labor Act, as amended, have been exhausted. The Company will not require the employees to cross picket lines of the Company's employees legally established under contractual provisions and the Railway Labor Act on or in front of the premises. The individual or concerted refusal to pass such picket lines shall not constitute grounds for discipline, discharge, lay-off, or be considered a violation of this Agreement.

B. The Company shall not perform "Struck Work" of Wholly Owned Carriers. "Struck Work" is Mechanic and Related (and Stores) work traditionally and regularly performed by a Wholly Owned Carrier where and during the period the mechanic and related (and Stores) employees of that Wholly Owned Carrier are engaged in a lawful strike, and where the Company has not previously performed the work in question. There shall be no prohibition against a concerted refusal of employees of the Company to perform "Struck Work". Moreover, the Company will not hire employees of Wholly Owned Carriers to perform Mechanic and Related (and Stores) work at the Company during a period when the Company's Mechanic and Related (and Stores) employees are engaged in a lawful strike.

ARTICLE 39 - RECOGNITION OF RIGHTS AND COMPLIANCE

- A. The Union recognizes that the Company will have sole jurisdiction of the management and operation of its business, the direction of its working force, the right to maintain discipline and efficiency in its hangars, stations, shops, or other places of employment, and the right of the Company to hire, discipline, and discharge employees for just cause, subject to the provisions of this Agreement. It is agreed that the rights enumerated in this Article will not be deemed to exclude other preexisting rights of management not enumerated which do not conflict with other provisions of this Agreement.
- B. Except for instructing employees and assisting in experimental work, supervisory personnel will perform no work that is covered by this Agreement. Management employees may assign and/or direct the work of covered employees where Crew Chiefs are not readily available.

<u>ARTICLE 40 – RETIREMENT BENEFITS</u>

A. The Company has maintained a retirement plan for the employees for a number of years. The full text of "The Retirement Benefit Plan of American Airlines, Inc. for Employees Represented by the Transport Workers Union of America, AFL-CIO" (successor to "The American Airlines, Inc. Retirement Benefit Plan for Maintenance and Related Employees") ("Plan") is on file with the Company and is available to the employees in accordance with government regulations. The Plan has been amended to enhance and clarify benefits over time. The Plan is frozen effective 11:59 p.m. on October 31, 2012.

B. The following changes to the Plan were made by Letter dated August 9, 1980.

1. For an employee member who was first eligible to join the Plan prior to January 1, 1956, credited service will be counted from the January 1st or July 1st following his or her completion of one year of Company service.

2. For the employee member who was first eligible to join the Plan between January 1, 1956 and April 1, 1978, credited service will be counted from the January 1st or July 1st following his or her completion of one year of Company service and the attainment of age twenty-five (25).

3. For the employee member who was first eligible to join the Plan April 1, 1978 or later, credited service will be counted from the first of the month coincident with or next following his or her completion of one year of Company service.

4. After December 31, 1976, credited service will not include periods of unpaid hours in excess of one hundred eighty (180) hours in a calendar year. A leave of absence for Union business for which the employee member has been paid by the Union will be counted as credited service for the Plan.

C. The following changes to the Plan were made by Letter dated August 1, 1985.

1. Effective for employees who are on the active payroll on September 1, 1985, Credited Service under the Retirement Benefit Plan will include any periods of employment during which an employee would have accrued Credited Service if the age 25 eligibility restriction had not existed in prior years. Credited Service will be counted from the January 1st or July 1st following completion of one (1) year of Company service.

2. For purposes of the preceding paragraph, "on the active payroll" means actually at work. It will also include employees who retire from the active payroll in the calendar month preceding September 01, 1985, those who are on a paid sick or vacation period, on an overage leave, or on a Union leave on September 01, 1985. It does not include employees who are on a personal leave of absence, unpaid sick leave, or other unpaid absence from work on September 01, 1985, unless they actually return to work.

<u>ARTICLE 40 – RETIREMENT BENEFITS</u> D. The following changes to the Plan were made by Letter(s) dated May 5, 1989. 1 2 3 1. A new vesting schedule will apply to employees who perform at least one 4 hour of service for which they are paid on or after January 1, 1990. 5 6 2. The new vesting schedule will provide that such employees will become 7 100% vested after completing five years of vesting service as defined in the 8 plan. Prior to completing five years of vesting service, employees will have 0% 9 vested benefits. 10 11 3. Rules for counting vesting service and for applying breaks in service remain 12 unchanged from the current plan. 13 14 4. The Company agreed to retroactively credit all pensionable hours worked 15 past age 65 for TWU represented employees who retire from the active 16 payroll after January 1989. 17 18 E. The amendments covered in Article 40(e) will be applicable only for those members 19 classified as "Maintenance & Related", who are on active payroll or on an 20 approved leave of absence with recall rights as of March 1, 2001 and whose 21 benefits commence on or after the first day of the month following March 1, 2001. 22 23 1. Final Average Compensation 24 25 The compensation used for calculating a member's retirement benefit will 26 be the average of the highest forty eight (48) consecutive months of pay out of 27 the one hundred and twenty (120) consecutive months of pay preceding the date 28 of retirement. The definition of the compensation used to determine the forty-eight 29 (48) and one hundred and twenty (120) month periods is unchanged. Various formulas exist for benefits, e.g., 1.667 X Final Average Earnings X Years of 30 31 credited service, which are also unchanged. 32 33 2. Eligibility For Benefits – Early Retirement 34 35 A member will be eligible for early retirement on or after attaining the earlier of: 36 37 i. age 55 and fifteen (15) years of credited service; or 38 39 ii. age 60 and ten (10) years of credited service. 40 41

3. Early Retirement Benefits

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Pension benefits determined as of early retirement will be reduced 3% for each year that the member is less than age 60.

LETTERS OF MEMORANDUM – 1 – PAYROLL SYSTEM TRANSITION

1 March 3, 2020 2 3 4 Tim Klima Airline Coordinator Transportation Department IAMAW 5 6 7 Mike Maves Administrative Vice President 8 Transport Workers Union of America 9 10 **Payroll System Transition Agreement** 11 12 During the negotiations leading to a new Joint Collective Bargaining Agreement, the Company 13 informed the Association of its plan to transition from a "pay current" payroll process to a "pay in 14 arrears" payroll process for any Association members who are in a "pay current" payroll process. 15 16 As a result, any employee impacted by this payroll process transition will experience a delay in 17 payroll payment of approximately one week's pay (i.e., approximately twenty (20) hours for part-18 time employees and approximately forty (40) hours for full-time employees). 19 20 In addition, the Parties agree that any Association members who are currently in a weekly payroll 21 cycle will transition to a biweekly payroll cycle, except for Association members in states where 22 the applicable state law requires a weekly payroll cycle. 23 24 To assist with these transitions, the Company will offer the following options, on a one-time basis, 25 to any affected Association members: 26 27 Option 1: Employees who are affected by either the payroll process transition or weekly 28 pay transition, may choose to receive an interest free payroll advance from the Company, 29 in an amount equal to twenty (20) hours of such employee's pay for part-time employees 30 and forty (40) hours of such employee's pay for full-time employees, to be repaid through 31 payroll deduction. Such employees may choose to repay this payroll advance through 32 equal installments over a period of ten (10) or twenty-six (26) pay periods. Employees 33 who select this option must complete a payroll deduction authorization as required by 34 applicable state law. 35 36 Option 2: Employees who are only affected by the payroll process transition to "pay in 37 arrears" (and not the weekly pay transition) may choose to use either compensatory time, 38 accrued vacation, or accrued sick time up to the lower of: (i) the number of hours in their 39 compensatory time, vacation, or sick bank, or (ii) twenty (20) hours for part-time 40 employees and forty (40) hours for full-time employees. 41 42 This agreement is made on a non-precedent non-referable basis. If the Association agrees, 43 please confirm by signing below. 44 45 James B. Weel Lynn B. Vaughn 46 Managing Director – Labor Relations Managing Director – Labor Relations 47 American Airlines, Inc. American Airlines, Inc. 48

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Agreed to:

Tim Klima

Airline Coordinator

Transportation Department IAMAW

LETTERS OF MEMORANDUM

Administrative Vice President

Transport Workers Union

Mike Maves

LETTERS OF MEMORANDUM - 2 - NEW HIRE CONSIDERATION

1 2	RE: NEW HIRE CONSIDERATION BETWEEN AGRE	EEMENTS	
2 3 4	February 13, 2018		
5 6 7 8	Tim Klima Airline Coordinator Transportation Department IAMAW		
9 10 11 12	Mike Mayes Air Division Director Transport Workers Union of America		
13	Re: New Hire Consideration Between Agreements		
14 15 16 17 18 19 20 21 22 23 24	This will confirm our understanding reached during negotiations, that qualified employees under the Flight Simulator and Instructor Agreements with a valid transfer request on file will be considered for new hire vacancies in the Fleet Service, Maintenance, and Stores Agreements. The same understanding shall apply in reverse, i.e. a qualified employee covered by the Fleet Service, Maintenance or Stores Agreements with a valid transfer request on file will be considered for new hire vacancies in the Technician or Instructor Agreements.		
25 26	Very truly yours,		
27 28 29 30 31	James B. Weel Managing Director – Labor Relations American Airlines, Inc.		
32 33 34	Agree and Concur:		
35 36 37 38	Tim Klima Airline Coordinator Transportation Department IAMAW	Mike Mayes Air Division Director Transport Workers Union	

LETTERS OF MEMORANDUM – 3 – VOLUNTARY EARLY OUT

1	March 26, 2020			
2 3 4 5 6 7	Tim Klima Airline Coordinator Transportation Department IAMAW Mike Mayes International Administrative Vice President Transport Workers Union of America			
7 8 9 10				
11 12 13	Voluntary Early Out Program In the event of a headcount overage or the need for a reduction in force which occurs after ratification of a new JCBA for the combined LUS-LAA Association membership, the Company will offer active employees and employees on authorized Union Leave of Absence the opportunity to participate in a Voluntary Early Out Program as follows: • Employees must have a minimum of fifteen (15) years of service to participate and have otherwise been unaffected by the reduction.			
14 15 16 17				
18 19 20 21				
22 23 24 25	· The maximum number of VEOP (Voluntary Early Outs) offered in a location, classification and bid area / duty assignment will be at a minimum, as determined by the Company, equivalent to the number of reductions in that location, classification and bid area / duty assignment			
26 27 28 29 30	 Employees awarded a VEOP will receive a lump sum payment of \$22,500.00 within thirty days of the employees release date and lose all rights to any recall and their seniority will be forfeited In addition to lump sum payment, employee will receive any severance allowance as outlined in their applicable TWU/IAM Association agreement(s). This Lump sum payment will not have any impact on any Sick Leave Buy Back provisions in an of the Association Collective Bargaining. 			
31 32 33				
34 35 36				
37 38	Sincerely,			
39 40 41 42	James B. Weel Managing Director – Labor Relations			
43 44	Agreed to:			
45 46 47	Tim Klima Airline Coordinator Transportation Department IAMAW	Mike Mayes International Administrative Vice President Transport Workers Union of America		

LETTERS OF MEMORANDUM - 4 - VACATION LUMP SUM

1 2	March 4, 2020			
3 4 5 6 7	Tim Klima Airline Coordinator Transportation Department IAMAW			
8 9 10 11	Mike Mayes Air Division Director Transport Workers Union of America			
12 13 14	During the discussions leading to the Joint Collective Bargaining Agreements JCBAs") the Company and the Association agreed that if any Association represented imployee earned an extra week of vacation as a result of the change in vacation excruals in the vacations tentative agreement, on a one time basis for calendar year 020 only, the Company will pay out in a lump sum any extra week of earned vacation any impacted Association employee. Such lump sum will be paid out no later than axty (60) days after ratification and will be subject to applicable tax withholdings and athorized deductions.			
15 16 17 18 19 20 21 22 23 24				
25 26 27	If the above accurately reflects your understand signing below.	bove accurately reflects your understanding of our agreement, please indicate by below.		
28 29 30	Sincerely,			
31 32 33 34	James B. Weel Managing Director – Labor Relations American Airlines, Inc.	Lynn Vaughn Managing Director – Labor Relations American Airlines, Inc.		
35 36 37 38	Agreed to:			
39	Tim Klima	Mike Mayes		
40	Airline Coordinator	Air Division Director		
41	Transportation Department IAMAW	Transport Workers Union		

LETTERS OF MEMORANDUM – 5 – RETIREMENT FROM INACTIVE STATUS

1 2	March 26, 2020			
3	Tim Klima			
4	Airline Coordinator			
5	Transportation Department IAMAW			
6	a april a special and a specia			
7	Mike Mayes			
8	Air Division Director			
9	Transport Workers Union of America			
10	·			
11				
12				
13	During the recent round of negotiations, the issue concerning employees retiring from			
14	inactive service was discussed. This letter is to confirm that the Company discontinued			
15	the practice which required Association Related employees, who are on the seniority			
16	roster but not on the active payroll, to return to work for at least one day prior to retiremen			
17	in order to be eligible for retirement bene	efits, e.g., flight and medical/dental.		
18				
19				
20	0:			
21	Sincerely,			
22				
23 24				
2 4 25	James B. Weel			
26 26	Managing Director – Labor Relations			
27	American Airlines, Inc.			
28	American Amirics, me.			
29				
30	Agree and Concur:			
31	rigilos ana sensan			
32				
33				
34	Tim Klima	Mike Mayes		
35	Airline Coordinator	International Administrative Vice President		
36	Transportation Department IAMAW	Transport Workers Union		