



AGREEMENT

between

AMERICAN EAGLE AIRLINES AND EXECUTIVE AIRLINES

and

TRANSPORT WORKERS UNION OF AMERICA, AFL-CIO

covering

AIRCRAFT MAINTENANCE TECHNICIANS, INSPECTORS, TOOL AND DIE MECHANICS,  
GROUND SUPPORT TECHNICIANS, REPAIRMAN, AIRCRAFT CLEANERS AND INVENTORY  
CONTROL SPECIALIST

of

AMERICAN EAGLE AIRLINES, INC. AND EXECUTIVE AIRLINES, INC.

Effective date - October 1, 2004

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AGREEMENT

between

AMERICAN EAGLE AIRLINES, INC.,  
EXECUTIVE AIRLINES, INC.

and the

TRANSPORT WORKERS UNION OF AMERICA, AFL-CIO

Covering

Aircraft Maintenance Technicians, Inspectors, Tool and Die Mechanics, Ground Support Technicians,  
Repairman, Aircraft Cleaners and Inventory Control Specialist

Effective October 1, 2004

This Agreement is made and entered in accordance with the provisions of the Railway Labor Act, as amended by and between AMERICAN EAGLE AIRLINES, INC. and EXECUTIVE AIRLINES, INC., hereinafter collectively referred to as the "Company", and the TRANSPORT WORKERS UNION OF AMERICA, AFL-CIO, hereinafter known as the "Union". Whenever reference is made herein to the "Company", such reference refers to either American Eagle Airlines, Inc. or Executive Airlines, Inc. whichever is the employer of the applicable employee.

PREAMBLE

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## ARTICLE 1 - RECOGNITION AND SCOPE

- A. In accordance with Recognition Agreements between Simmons Airlines, Inc. and Transport Workers Union of America dated April 17, 1989, and Flagship Airlines Inc. and Transport Workers Union of America dated April 17, 1989, and Executive Airlines, Inc. and Transport Workers Union of America dated May 9, 1990, and AMR Eagle Regional Aircraft Maintenance Center, Inc. and Transport Workers Union of America dated March 1, 1997, the Company hereby recognizes the Transport Workers Union of America, AFL-CIO as the sole bargaining agent for Aircraft Maintenance Technicians, Inspectors, Ground Support Technicians, Aircraft Cleaners and Inventory Control Specialists employed by the Company, and in their behalf to negotiate and conclude an Agreement with the Company with respect to rates of pay, rules and working conditions for all employees covered under this Agreement in the Title Groups set forth in Article 10 who perform the work at Transport Workers Union designated locations.
- B. This Agreement is binding upon the parties hereto and their successors and assigns.
- C. It is understood and agreed that supervisors and other employees may assist in the performing of any work that may be necessary to complete a particular operation. This provision will not be used on a routine basis but will cover those instances wherein short term help is required to complete the operation in question and due to the nature of the operation, overtime from the work unit is not readily available.
- D. Contracting Out of Work - The Company reserves the right to contract in or contract out any or all such work covered by this Agreement if by so doing the Company is able to accomplish such work more economically; provided however, that the Company will not layoff any employee covered by this Agreement solely by reason of the fact that the work ordinarily done by such employee has been contracted out. It is understood and agreed that should the Company at such time not have the manpower, facilities or tooling to do a particular job, such work may be contracted out without limitations. Whenever in the Company's sole judgment, the volume of work at any outstation is sufficient to justify a permanent maintenance base there, then the Company will offer to employees covered by this Agreement, the right to bid on such work.
- E. In the event that the Company is a party to any merger, purchase, sale or acquisition, consolidation, reorganization or similar corporation transaction, the Company will meet with the Transport Workers Union to discuss the merger, purchase, sale or acquisition, consolidation, reorganization or similar corporation transaction. The Company will provide the Transport Workers Union with information concerning the proposed merger, purchase, sale or acquisition, consolidation, reorganization or similar corporation transaction at the earliest practical time to allow the Union to prepare for those discussions. Those discussions will include the impact of the merger, purchase, sale or acquisition, consolidation, reorganization or similar corporation transaction upon Transport Workers Union represented employees.
- F. In the event that the Company is a party to any merger, purchase, sale or acquisition, consolidation, reorganization or similar corporation transaction and a satisfactory agreement between the parties is not reached in regard to seniority integration, the Company will agree to binding arbitration to resolve any such issues created as a result of the transaction.
- G. In the event that American Eagle Airlines Inc. is integrated with any AMR affiliate, the parties representing each bargaining unit will meet to determine seniority integration. If a satisfactory agreement between the parties is not reached in regard to seniority integration, the Company will agree to binding arbitration to resolve any such issues created as a result of the transaction.
- H. Successorship – In the event of a sale of the Company, the Company will agree to use its best efforts to ensure that the purchaser recognizes the Transport Workers Union as the sole bargaining agent of the employees covered by this Agreement accepts the terms of the collective bargaining Agreement then in effect and accepts the Transport Workers Union represented employees transferred with such a transaction.

## ARTICLE 2 - DEFINITIONS

- A. "Employee" will mean an employee in the classifications covered by this Agreement.
- B. The term "Hereunder" as used in this Agreement will be construed to mean and read "under all applicable provisions of this Agreement".
- C. "He" or any other pronoun used herein will be deemed and understood to designate any employee hereunder, whether male or female.
- D. The word "Qualification" as used herein will mean all requirements and / or qualifying tests, which may be deemed necessary by the Company for a particular type of work to be performed.
- E. A "Crew" is defined as a group of employees in a particular shop working under one Crew Chief.
- F. A "Shop" as referred to in this Agreement will be defined as, but not limited to, "the area or work group that the particular employee is assigned to" i.e. aircraft maintenance, line maintenance, inspections, base shop, avionics / instruments, ground support, cleaners, sheet metal and stores.
- G. The term "License" as used herein will mean all requirements and / or qualifying tests, which may be deemed necessary by the Company or governmental regulation when applicable to the work performed by an employee.
- H. "Base Rate of Pay", "Base Hourly Rate", "Regular Pay", or "Pay As If Working" will be defined as an employee's rate as shown in Article 4 including any applicable, classification premium. The following are excluded from base rate of pay: license premium, shift differential and higher capacity pay premium.
- I. "Company Seniority Date" will be defined as the employee's hire date with the Company.
- J. "Classification Seniority Date" will be defined as an administrative date that determines the placement of an employee on the applicable pay step and scale.
- K. "Title Group Seniority" or "Occupational Seniority" will be defined as the employee's date of assignment in a title group and will accrue as outlined in the provisions of the labor Agreement. Such occupational seniority will govern shift preference.
- L. The term "Emergency" will herein mean a sudden, generally unexpected occurrence or set of circumstances demanding immediate action.
- M. The term "Temporary Duty Assignment" or "TDY" will herein mean a voluntary assignment to a station or location other than the station in which the employee is normally assigned in order to support operations for a known period of time.
- N. The term "Field Work" or "Field Trip" herein will mean an unexpected assignment of limited duration, to a station or location outside an employee's immediate work area.
- O. "Will" has the same meaning as "Shall".
- P. "Company" means American Eagle Airlines, Inc and Executive Airlines, Inc.
- Q. "Successor" will include, without limitation, any assignee, purchaser, transferee, administrator, receiver, executor, and / or trustee of the Company or of all or substantially all of the equity securities and / or assets of the Company.
- R. "Successorship Transaction" means any transaction, whether single-step or multi-step that provides for, results in, or creates a successor.

- S. "Affiliate", as used in this Agreement means:
1. Any entity that controls the Company or any entity that the Company controls and / or
  2. Any other corporate subsidiary, parent, or entity controlled by or that controls any entity referred to in S1 of this paragraph.
- T. "On Call" will mean an employee who has been instructed to remain or stand by at a station, shop, hangar, or other location, in order to begin work immediately upon the work becoming available.
- U. "Meet and Confer" will mean an obligation to meet and provide information relating to a specific issue with the intent of resolving such issue.

ARTICLE 3 - NON-DISCRIMINATION AND MANAGEMENT RIGHTS

- A. The Company and the Union agree to make it a matter of record in this Agreement that in accordance with the established policy of the Company and the Union, the provisions of this Agreement will apply equally to all employees hereunder regardless of sex, age, color, race, religion, sexual orientation, disability, veteran status or national origin.
  
- 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 the Union.
  
- C. The rights of ownership, the management of the Company and the direction of the working forces, including the right to hire, discipline and discharge employees for just cause, promote, demote, transfer, layoff and recall, the right to direct, plan and control operations, and to establish and change work schedules, and the right to determine the type of work to be performed, and the right to introduce new and improved methods, equipment or facilities, and to change existing methods, equipment and facilities, and to determine the location of the Company's facilities, and the work to be done at each, and the number of employees, and the right to lease facilities or equipment, and the right to establish or change Company rules, and in general to maintain discipline and efficiency, are vested exclusively with the Company so long as the exercise of such rights will not be in conflict with the specific provisions of this Agreement.

## ARTICLE 4 - COMPENSATION

During the period of this Agreement, the rates of pay for the classifications covered hereunder which are incorporated herein and made part of this Agreement.

### A. Flexible Hiring Rates

1. In the event that the Company, in its sole discretion, finds that any or all of its starting rates as specified below, are non-competitive with local market starting rates for similarly situated jobs, the Company may hire applicants in any classification(s) hereunder at any station, base or location at rates of pay higher than those starting rates specified below. As market conditions change, the Company may, at its sole discretion, change its designated starting rate. Such designated starting rate may be higher or lower than previous starting rates; however, such starting rate may not be lower than the first step or higher than the maximum hourly rate in the applicable pay scale.
2. In those stations, bases or locations where higher starting rates of pay are designated in accordance with paragraph A1 above, all employees in that classification at that station, base or location who are receiving less than the new designated starting pay will have their rate of pay concurrently increased to the new designated higher starting rate for that classification in that station, base or location.
3. Any employee, who voluntarily transfers to a station, base or location that is not utilizing the Flexible Hiring rate at the time of transfer, will have his rate of pay reduced to the appropriate step, as if he had never received the Flexible Hiring rate. The same concept would apply for an employee who voluntarily transfers from a station, base or location that is not exercising the Flexible Hiring rate to a station, base or location that is utilizing the Flexible Hiring rate. In this case, the employee's pay rate would be adjusted to reflect the Flexible Hiring rate being exercised in that station, base or location.

### B. Aviation Maintenance License Premium

1. Employees in the classifications of Inspector, Crew Chief, Maintenance Coordinator, Technical Crew Chief, Aircraft Maintenance Technician and Avionics Technician will receive a premium of one dollar and fifty cents (\$1.50) per hour for the first license held and an additional one dollar and fifty cents (\$1.50) per hour for the second license held where the license(s) is required by the Company for the work performed. Regardless of the number of license(s) an employee may hold; i.e. Airframe, Powerplant or Avionics (also known as FCC) or the Company may require, the license premium pay will not exceed three dollars (\$3.00) per hour. The premium paid is to include accruals for sick pay, vacation pay and holiday pay. License premium pay will not be compounded in the computation of overtime rates.

### C. Shift Differential

1. An employee assigned to a shift which begins at or after 1500 (or the majority of the shift hours are after 1500) and before 2000 will receive a shift differential of twenty-five (25) cents per hour for all hours worked.
2. An employee assigned to a shift which begins at or after 2000 (or the majority of the shift hours are after 2000) and before 0500 will receive a shift differential of forty-five (45) cents per hour for all hours worked.
3. Shift differential will only be payable for actual hours worked (i.e., not included with vacation, sick pay, etc) and will not be compounded in the computation of overtime.

### D. Classification Premium

1. An employee covered under this Agreement in the positions of Crew Chief, Inspector, Maintenance Coordinator and Technical Crew Chief will receive one dollar (\$1.00) per hour premium for all hours worked. Such premium will be compounded in the computation of overtime.

E. Rates of Pay

1. During the duration of this Agreement, the regular rate of pay of the classifications covered hereunder is specified below.
2. For employees covered under this Agreement, progression from one step to the next will be based on twelve (12) months of service in each step within a classification.

Title Group I - Aviation Maintenance

Step	DOS	DOS+12	DOS+24
1	\$11.45	\$11.74	\$12.03
2	\$12.32	\$12.63	\$12.94
3	\$13.20	\$13.53	\$13.87
4	\$14.07	\$14.42	\$14.78
5	\$14.94	\$15.31	\$15.70
6	\$15.83	\$16.23	\$16.63
7	\$16.70	\$17.12	\$17.55
8	\$17.58	\$18.02	\$18.47
9	\$18.45	\$18.91	\$19.38
10	\$19.32	\$19.80	\$20.30
11	\$20.20	\$20.71	\$21.22
12+	\$22.15	\$22.70	\$23.27

Title Group II - Ground Support

Step	DOS	DOS+12	DOS+24
1	\$11.01	\$11.29	\$11.57
2	\$11.85	\$12.15	\$12.45
3	\$12.69	\$13.01	\$13.33
4	\$13.53	\$13.87	\$14.21
5	\$14.37	\$14.73	\$15.10
6	\$15.22	\$15.60	\$15.99
7	\$16.06	\$16.46	\$16.87
8	\$16.90	\$17.32	\$17.76
9	\$17.74	\$18.18	\$18.64
10	\$18.58	\$19.04	\$19.52

Title Group III - Aircraft Cleaner

Step	DOS	DOS+12	DOS+24
1	\$8.75	\$8.97	\$9.19
1.5	\$9.00	\$9.23	\$9.46
2	\$9.25	\$9.48	\$9.72
3	\$9.50	\$9.74	\$9.98
4	\$9.75	\$9.99	\$10.24
5	\$10.00	\$10.25	\$10.51
6	\$10.25	\$10.51	\$10.77
7	\$10.43	\$10.69	\$10.96
8	\$11.08	\$11.36	\$11.64
9	\$11.71	\$12.00	\$12.30
10	\$12.33	\$12.64	\$12.95
11	\$13.07	\$13.40	\$13.73
12+	\$14.56	\$14.92	\$15.30

Title Group IV - Inventory Control

Step	DOS	DOS+12	DOS+24
1	\$9.75	\$9.99	\$10.24
1.5	\$10.00	\$10.25	\$10.51
2	\$10.25	\$10.51	\$10.77
3	\$10.50	\$10.76	\$11.03
4	\$10.75	\$11.02	\$11.29
5	\$11.00	\$11.28	\$11.56
6	\$11.25	\$11.53	\$11.82
7	\$11.64	\$11.93	\$12.23
8	\$12.08	\$12.38	\$12.69
9	\$12.71	\$13.03	\$13.35
10	\$13.33	\$13.66	\$14.00
11	\$14.07	\$14.42	\$14.78
12+	\$15.56	\$15.95	\$16.35

## ARTICLE 5 - VACATIONS

- A. Employees hereunder will become entitled to and receive vacation allowances in accordance with the following:
1. As used herein the term "Year" is used to mean a calendar year.
  2. As of December 31 of each year, each employee hereunder who has had one (1) year or more of active service with the Company will be entitled to a vacation period of two (2) weeks (80 hours) to be taken in the following year.
  3. As of December 31 of each year, each employee hereunder who has had five (5) years or more of active service with the Company will be entitled to a vacation period of three (3) weeks (120 hours) to be taken the following year.
  4. As of December 31 of each year, each employee hereunder who has had fifteen (15) years or more of active service with the Company will be entitled to a vacation period of four (4) weeks (160 hours) to be taken the following year.
  5. As of December 31 of each year, each employee hereunder who has had twenty (20) years or more of active service with the Company will be entitled to a vacation period of five (5) weeks (200 hours) to be taken the following year.
  6. An employee who, as of December 31 of any year, who has less than one (1) year of service with the Company will be entitled to a vacation with pay on the basis of six (6) hours and forty (40) minutes accrual for each month of active service with the Company for vacation to be taken in the following year.
- B. In any calendar month, fifteen (15) days or more of service with the Company will be considered a full month and less than fifteen (15) days will not be considered a full month. Fractions of one-half a day or more of earned vacation will be considered as entitling the employee to a full day's vacation and fraction of less than one-half a day will not be considered a full day.
- C. The pay for such vacation will be at the pay, which the employee would normally have, received at his base rate of pay including license premium.
- D. Preference in the period in which employees hereunder will be permitted to take their vacations will be granted at each station, base or location in order of Company Seniority.
- E. The Company will post requests for vacation preference for the following year on Company bulletin boards at each station, base or location no later than October 15th of each year and employees eligible will list their preference no later than November 15th. The posted vacation slots will include at least one (1) slot for each week of the year. The Company will round to the nearest whole number (up) to determine the number of weeks to be provided thereafter. The actual number of slots per week will be determined exclusively by the Company. The vacation periods will be assigned and posted on Company bulletin boards no later than December 1st. Any employee not expressing a preference will be assigned a vacation.
1. Upon an employee's request, holidays recognized by this Agreement which fall within a vacation period will not be considered as part of the vacation. Holidays falling within a vacation period may, at the employee's option be taken by extending the vacation period one (1) day for each holiday.
  2. Vacation schedules will be arranged by the Company to provide vacations at employee's convenience and preference as to date in order of Company Seniority, except the maximum number released at one time from a crew or classification will be limited by the requirements necessary to maintain efficient operation of the respective crews. Where there are ten (10) or more employees in a crew, at least two (2) employees will be permitted to take their vacation at the same time.
  3. The actual days of vacation during any bid vacation period will begin on the employee's first scheduled workday following his scheduled days off.

- F. An employee covered by this Agreement that resigns and has given the Company fourteen (14) days advance notice will be entitled to his earned vacation pay. This notice provision may be waived by the Company. Upon death, the estate of an employee covered by this Agreement will be paid in a lump sum for all accrued and unused vacation.
- G. Upon retirement, an employee covered by this Agreement who has accrued and unused vacation will receive a lump sum payment for his accrued vacation.
- H. The Company reserves the right to cancel vacation if necessary to maintain service and will give as much advance notice as possible to the employee, but at least two weeks. In the event that an employee's vacation has been cancelled by the Company, the employee will select, at his option to:
  - 1. Reschedule his unused vacation during the same calendar year, if a slot is available, or
  - 2. Be paid for his vacation period, or
  - 3. Carry his unused vacation over to the following year.
- I. Vacation allowance will not be cumulative and vacation time to which an employee becomes entitled on December 31 of any year will be forfeited unless taken during the following year, unless the employee is requested by the Company in writing to forego his vacation during the year in which it is to be taken.
- J. The Company will permit an employee to request up to forty (40) hours Personal Vacation Days. Personal Vacation Days (PVD) are defined as vacation days accrued in the current year for use next year to be taken in advance for the current year. The days would then be deducted from next year's vacation allocation. The days will be granted if manning permits.
- K. The amount of vacation allowed for employees on a ten (10) hour, four (4) day workweek will be based on the employee's regular service. Normally, a vacation day is considered to be one eight (8) hour day. Therefore, the "fifth" day of the vacation week is indicated as "VC". The C-21 posting must indicate five (5) days (1 week) are accrued, the work schedule will also revert to an eight (8) hour a day, five (5) day a week shift.

## ARTICLE 6 - HOLIDAYS

- A. The following holidays will be observed and compensated for as such at the regular base rate of pay for eight (8) hours:

New Years Day	Labor Day
Memorial Day	Thanksgiving Day
Independence Day	Christmas Day

The above holidays will be observed on State and National Observance designated days. In addition to the preceding holidays each employee will be entitled to one Floating Holiday, to be designated at any time during the year by the employee with at least 14 days notice and will be granted in order of seniority at the fourteen (14) day cutoff based upon operational requirements.

- B. An employee required to work on any of the above holidays will receive double the base rate of pay (including shift differential) for all hours actually worked and if the employee works less than eight (8) hours, straight time for the difference between the hours actually worked and eight (8) hours.
- C. Except as provided in Article 5, Vacations, if any of the above holidays falls on an employee's day off, his next workday will be observed as the holiday.
- D. Payment for a holiday as such will not be made to an employee on a leave of absence or to an employee scheduled to work on such holiday who is not excused from work and who fails to report to work as scheduled.
- E. No employee will be required to report for duty on a paid holiday except when absolutely required for the operation.
- F. The Company will provide an option for the employee to request compensatory time off in lieu of holiday pay. The Company will agree to such request based on operational requirements. Such day will require Supervisor approval, must be requested at least seven (7) days in advance of the holiday and, if approved, those first four (4) holidays of the calendar year (New Years, Memorial, Independence, Labor Day) must be taken no later than November 15 of that year. Compensatory time requested for the Thanksgiving and Christmas holidays must be taken no later than March 31 of the subsequent year; however, the employee may request to be paid out for any compensatory time associated with the Thanksgiving and Christmas holidays, prior to March 31. Pay for compensatory time will be at the employee's base rate of pay (including shift differential).
- G. Employees on a 10 hour 4-day workweek:
1. Employees working their holiday will receive ten (10) hours of HW pay.
  2. Holiday worked (HW)

An employee required to work on a holiday, or a day designated as a holiday will, with management's approval, have the option of taking time off in lieu of holiday pay (one hour off for each hour worked).
  3. Holiday off (HO)

An employee who is scheduled off on a holiday will be paid for the holiday at the normal daily rate (10 hours).
  4. Holiday falling on a scheduled day off

If a holiday falls on an employee's regularly scheduled day off, the employee's next scheduled work day becomes the holiday, and is treated as in (1) or (2) above.

## ARTICLE 7 - SICK LEAVE / ON THE JOB INJURY

- A. Sick leave is that time granted to an eligible employee who is incapacitated for the performance of his regular duties by sickness or injury arising from non-occupational causes.
- B. A full-time employee who completes six (6) months of active service with the Company will be credited with forty-eight (48) hours of sick leave for the calendar year in which the six (6) month period is completed.
- C. Upon being credited with the applicable forty-eight (48) hours of sick leave, as mentioned in paragraph B above, an employee will thereafter accrue four (4) hours of sick leave for each calendar month of active service with the Company up to a maximum of forty-eight (48) hours in any calendar year. Such sick leave accrued during a calendar year will not be used prior to January 1 of the following year.
- D. Unused sick leave will be cumulative up to a maximum of seven hundred twenty (720) hours.
- E. The sick leave provided under this Article 7 will be payable only in cases of bona fide illness or injury from non-occupational causes which result in the employee's incapacitation for the performance of his regular duties. Such sick leave will be paid in the following manner:
  - 1. Payment of sick leave will be the pay for the regular daily schedule of working hours, for those days which the employee would have worked but for the disabling sickness or injury, calculated at the applicable base rate of pay including license premium. Such payment will commence from the first (1st) work day's absence and will continue until the employee's accrued sick leave is exhausted.
  - 2. Any full time employee who has reached four hundred eighty (480) hours in his sick bank may convert forty (40) hours of sick leave into forty (40) hours of vacation time (to be taken in a one (1) week block only). Such vacations will be bid after all regular vacation bids (Article 5) have been awarded.
- F. The Company acknowledges an employee's right to use sick time for the intended purpose. In accordance with Company policy, the use of sick time will not be subject to disciplinary action unless there is evidence to substantiate abuse.
  - 1. It will be the responsibility of the employee who will be absent from work due to illness or injury to report the facts to his immediate supervisor at least one (1) hour prior to normal shift starting time in accordance with local procedures.
  - 2. While it is not the policy of the Company to require a medical confirmation of illness, the Company reserves the right to require such medical confirmation whenever circumstances indicate abuse of sick leave or excessive absenteeism.
- G. Injury on duty benefits will be in accordance with the applicable worker's compensation laws.

## ARTICLE 8 - PHYSICAL EXAMINATIONS

- A. Any employee hereunder who fails to pass a Company physical examination may, at his option, have a review of his case as outlined below.
  - 1. Within fifteen (15) days he may employ a qualified medical examiner of his own choosing and at his own expense for the purpose of conducting a physical examination for the same purpose as the physical examination was made by the medical examiner employed by the Company.
  - 2. A copy of the findings of the medical examiner chosen by the employee will be furnished to the Company within fifteen (15) days following the examination, and in the event that such findings verify the findings of the medical examiner employed by the Company, no further medical review of the case will be afforded.
  - 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, qualified and disinterested medical examiner, preferably a specialist for the purpose of making a further physical examination of the employee.
  - 4. Such three (3) medical examiners, one (1) representing the Company, one (1) representing the employee affected, one (1) disinterested medical examiner approved by the Company medical examiner and the employee's medical examiner will constitute a board of three (3), the majority vote of which will decide the case.
- B. If the majority opinion of the Board of three (3) medical examiners upholds the employee's case, he will be restored to his former job and be paid for time lost, at his base rate of pay, less any amount he may have received as compensation during the interim period.
- C. The expense of employing the disinterested medical examiner will be borne one-half (1/2) by the employee and one-half (1/2) by the Company. Copies of such medical examiner's report will be furnished to the Company and to the employee.
- D. The above procedures do not apply in the case of time sensitive examinations, such as random drug testing, when required by law or approved Company plan.
- E. In instances where the Company requires an examination by a specialist to make the initial determination as stated in paragraph A above, such costs will be borne by the Company.

## ARTICLE 9 - SENIORITY

- A. Company Seniority will commence with the effective day of placement on the payroll.
- B. All references in this Agreement to seniority will mean Title Group Seniority, also referred to as Occupational Seniority except where specific reference is made to Company Seniority or Classification Seniority.
- C. Occupational Seniority will begin to accrue from the date of first assignment to a Classification, including paid training, within any of the Title Groups enumerated in Article 10 of this Agreement.
- D. If an employee is transferred from one station to another, his seniority will not be broken.
- E. Occupational Seniority will govern all employees hereunder in the case of shift preference (hours / days off), promotion, demotion, transfer, retention in case of reduction in force, and re-employment after release due to reduction in force, provided that the employee's qualifications are sufficient for the conduct of the work in the Classification to which he is assigned.
- F. The parties agree to the establishment of an accurate seniority list for the Title Groups covered by this Agreement, including Company, Classification, and Occupational Seniority. Such list will be furnished to the Union quarterly.
- G. The Company will post copies of said seniority list quarterly on its bulletin boards at all stations where employees are based.
- H. Resignation, discharge for just cause, or failure to accept recall from layoff will result in forfeiture of seniority and all rights thereto.
- I. An employee or the Union may protest any omission or incorrect posting affecting any employee's seniority within thirty (30) days after posting of the seniority list, except that an employee on a leave of absence in accordance with Article 16 of this Agreement will have thirty (30) days from the date of return to duty.
- J. An employee who, as of the date of this Agreement, accepts a position with the Company outside the bargaining unit will retain his seniority for a period of six (6) months. Such an employee may return to his former Title Group and station, if a vacancy exists, within six (6) months of the day he left the bargaining unit. If such employee works over the six month period, he will forfeit all seniority.
- K. An employee who accepts a temporary (acting) Company Assignment to work outside his Title Group or to work outside the bargaining unit will retain and continue to accrue seniority in the Title Group from which he is temporarily transferred. An employee who accepts such an assignment will not work in that capacity for more than one hundred twenty (120) days within a calendar year (January 1st-December 31st). Nothing in this paragraph prohibits the Company from assigning an employee to such work outside of the bargaining unit for periods of shorter duration than one hundred twenty (120) days, provided that such assignments or the total of such assignments do not exceed one hundred twenty days (120) days in a calendar year (January 1st-December 31st). If an employee in such capacity works over the prescribed time, he will forfeit all seniority. On a semi-annual basis the Company will furnish the Local President a report listing employees names, station, branch, hours worked and job function of employees within the Agreement working outside the bargaining unit, or as MPR. Any extensions will be made only by agreement between the Company and the Union.
- L. An employee having Title Group seniority who permanently transfers at his own request to a Classification in another Title Group (under either this Maintenance Agreement or the Fleet Service Agreement) will retain seniority in the Classification and Title Group from which he transferred for a period of time not exceeding his service in the former Title Group. Such retained seniority may be exercised only in the event of a reduction in force pursuant to the provisions of Article 15.
- M. In the event several employees are hired on the same date and have the same Occupational Seniority date, the following agreed upon procedure should be used to determine proper placement:
  - 1. Occupational Seniority / AE Transport Workers Union
  - 2. Company Seniority
  - 3. Date of Birth

## ARTICLE 10 - CLASSIFICATIONS AND QUALIFICATIONS

- A. Employees covered by this Agreement will be assigned to a Classification within one of the following Title Groups:
1. Title I - Aviation Maintenance
  2. Title II - Ground Support
  3. Title III - Aircraft Cleaner
  4. Title IV - Stores
- B. The Classifications included in Title I - Aviation Maintenance include:
1. Inspector - Quality Control
  2. Crew Chief – Aircraft Maintenance
  3. Maintenance Coordinator
  4. Technical Crew Chief
  5. Aircraft Maintenance Technician
  6. Avionics Technician
  7. Tool and Die Maker
  8. Repairman
- C. The Classifications included in Title II - Ground Support Technician include:
1. Crew Chief - Ground Support
  2. Ground Support Technician
- D. The Classifications included in Title III - Aircraft Cleaner include:
1. Crew Chief – Aircraft Cleaner
  2. Aircraft Cleaner
- E. The Classifications included in Title IV - Stores include:
1. Crew Chief - Inventory Control Specialist
  2. Inventory Control Specialist
- F. The Classification descriptions set forth are incorporated herein and made part of this Agreement. These classification descriptions are not intended to be all-inclusive; however, any additional duties assigned must be directly related to the employee's assigned classification.
- G. Whenever and wherever qualifying tests are used to determine the competency of an employee for promotions, these tests will be prepared by the Company. Written portions of qualifying tests will be multiple-choice type. Copies of qualifying tests will be available for Union review on Company premises prior to their use. When the Union has objections to any portions of any revisions or any new qualifying tests, the same will be discussed by the Union with the Company upon thirty (30) days' notice from the date the tests are renewed. If agreement concerning the objections raised cannot be reached, the tests may be placed in effect and the Union may take up the disputed points as a grievance under Articles 21 and 22 of this Agreement.
- H. The Company may assign an employee in a higher or lower Classification for a period not to exceed thirty (30) consecutive days. If the position is for a period of thirty-one (31) days or longer it will be considered a vacancy and will be filled in accordance with Article 14.
- I. The Company agrees that an employee assigned to a lower Classification will be compensated at his base rate of pay. An employee assigned a higher Classification will receive the base rate of pay associated with the higher classification.
- J. In a station where the operation does not require a Maintenance Coordinator, the Crew Chief may assume the responsibilities of the Maintenance Coordinator. The Company agrees to meet and confer with the Union on operational changes that may drive the need for a Maintenance Coordinator at that station.

## CLASSIFICATION DESCRIPTIONS

### K. INSPECTOR - QUALITY CONTROL

1. The Inspectors are responsible to perform the required inspections in accordance with Federal Aviation Regulations and Company procedures to ensure the continuous airworthiness of the aircraft operated by the Company under the applicable Federal Aviation Regulations.
2. Works according to Federal Aviation Administration and Company regulations and procedures.
3. Coordinates with Maintenance Crew Chiefs and Supervisors to ensure the timely and satisfactory completion of work assignments.
4. The position may be delegated to qualified personnel within Title Group I when it is impossible, impracticable or unreasonable to assign a Quality Control Inspector to the job in question. A delegated inspector will not inspect or "buy back" any maintenance work that he has accomplished. While he is performing the duties of a "Delegated Inspector," he is in the chain of command of the Quality Control Department.
5. The Quality Control Inspector reports to the Chief Inspector.
6. Inspectors may also be assigned to Shops as required by Management.
7. Any checks, inspections, and tests performed by an Inspector may be made after an aircraft and / or any component has been in service, when Aircraft Maintenance personnel have performed or are performing service, overhaul, modification, or fabrication operations and have certified their own workmanship, or prior to the release of an aircraft and / or any components into service.

### RESPONSIBILITIES

8. Involved in inspection and maintenance effort for a given shift.
9. Arranges for or makes the necessary inspections of aircraft as required by work cards or any time there is a Required Inspection Item.
10. Performs surveillance of parts and material from vendors to ensure proper certification source of quality of parts, components and materials purchased by the Company. Also, performs special projects such as aircraft acquisitions, modification and overhauls performed by outside agencies.
11. Reviews component reliability problems with Maintenance and Reliability Analyst and coordinates corrective action with purchasing when vendor product quality is not within acceptable standards.
12. Assists with the audit of vendors requested by Management. Written reports indicating approval or disapproval will be forwarded to the Chief Inspector within prescribed time limitation.
13. Coordinates Quality Control procedures relative to acceptance and conformity inspections or uncertified parts obtained from sources other than the original manufacturers.
14. Performs "on site" Quality Control monitoring of work performed on purchased and leased aircraft, as assigned by the Chief Inspector.
15. Monitors workmanship and materials to verify that the Company and Federal Aviation Administration rules, regulations and standards are complied with.
16. Monitors proper completion and preservation of required aircraft and related records.
17. When directed, conducts audits of the line maintenance stations and records section, parts department, vendor and contract maintenance facilities, tools and test equipment.
18. Audits actual repair and overhaul work operations to ensure reliable performance.

19. Monitors compliance with Federal Aviation Regulations and Airworthiness Directives.
20. Performs Required Inspection Item inspections.
21. Performs on the job training as determined by the Company.
22. Will be required to perform nondestructive testing and borescope inspections.
23. Assures that their work area is maintained in a safe and orderly manner at all times.

L. CREW CHIEF

1. The Crew Chief will be responsible to management for the overall performance of the employees assigned to his crew, and the timely and satisfactory completion of work assignments, by insuring that:
  - a. Management instructions are promptly and correctly complied with.
  - b. Employees assigned to his crew are properly utilized and instructed for the efficient performance of their daily work.
  - c. Work assignments are carried out in compliance with operational and safety procedures required by the policies of the Company and appropriate Governmental Regulations.
  - d. Required forms, records, reports and other paperwork are completed legibly and correctly.
  - e. Employees assigned to his crew use only those vehicles, tools and equipment on which the Company has determined them to be qualified.
  - f. Assigned equipment is in proper operating condition, scheduled for maximum utilization and operated for the purpose intended.
  - g. Hazardous conditions, unsafe practices, improperly functioning equipment and tools are immediately brought to the attention of management.
2. The Crew Chief will be responsible to management for insuring compliance with all Company policies, including those relating to personal conduct while on the job by those employees assigned to him.
3. A maximum of fifteen (15) people per shift may be assigned to any one (1) Crew Chief at a time.
4. Will communicate with other Company personnel as required in a manner designated by the Company.
5. The Crew Chief may be required to demonstrate proper work methods, conduct on-the-job or classroom training, conducts meetings or indoctrinate employees in new or revised operational procedures.
6. In addition to the above, the Crew Chief will, upon request, assist management in areas such as:
  - a. Periodic evaluation of operating requirements and performance.
  - b. Operational Planning and Scheduling
  - c. Evaluation of training methods and techniques.
  - d. Evaluation of equipment, vehicles and tools.
  - e. Performance appraisal of employees providing oral advice and comments.

7. The Crew Chief will be qualified in the duties of his classification and will be capable of performing those duties. He will assist his assigned crew in the performance of their duties, provided that such assistance does not interfere with the performance of his primary responsibilities as described above. While he is performing such duties, his primary responsibilities will not be assumed by others. However, the above provisions do not preclude management from directing individual employees under non-routine circumstances or, in the absence of the Crew Chief from the immediate work area.
8. Assures that their work area is maintained in a safe and orderly manner at all times.

M. MAINTENANCE COORDINATOR

RESPONSIBILITIES:

1. Monitors radios and responds to pilot and aircraft maintenance related calls. Maintains a log of all reported aircraft discrepancies.
2. Keeps computer updated promptly and accurately on the status of line aircraft. Updates in the RGO must be made at least five (5) minutes before decision times. The RGO must be updated with the particular task being accomplished, making this information available to all concerned departments.
3. May assist personnel as necessary to accomplish all maintenance functions in accordance with Company maintenance manuals, policies and procedures and applicable Federal Aviation Regulations.
4. Responsible for safe, economical, and on-time operation of Company aircraft by coordinating and controlling line maintenance in accordance with Company policies.
5. Coordinates all movement of entire aircraft fleet by keeping in contact with hangar and line Crew Chiefs.
6. Calls for authorization of minimum equipment list deferrals, configuration list deferrals, and deferred maintenance items and relays that information to Aircraft Maintenance Technicians. (Aircraft Maintenance Technicians may also perform this function.)
7. Provides work loads with all scheduled checks, oil checks, and list of scheduled required maintenance on all aircraft provided by maintenance planning.
8. Coordinates with Crew Chiefs and Operations agents about any possible swaps or delays to clear pilot discrepancies, minimum equipment list deferrals or periodic service checks to set decision times.
9. Enters into computer all scheduled periodic service checks and oil checks that have been complied with.
10. Accurately answers maintenance delays with on / off times and corrective action.
11. Turnover ongoing maintenance to next Coordinator or Supervisor.
12. Assures that their work area is maintained in a safe and orderly manner at all times.

## N. TECHNICAL CREW CHIEF

### PURPOSE

1. The purpose of the Technical Crew Chief is to provide technical assistance, guidance, training and administrative support to the Maintenance and Engineering department.

### JOB DESCRIPTION

2. The Description of the Technical Crew Chief will, in addition to the Crew Chief classification description outlined in this Agreement, include the following:
3. Performs and provide guidance and assistance in trouble-shooting and technical assistance to the employee or employees assigned.
4. Provides instruction, either classroom or on the job, relating to aircraft systems and / or ground support.
5. Ensures that forms, delay reports, logbooks, work cards and related paperwork are completed correctly.
6. Maintains knowledge of, and work with manuals, supply / parts catalogs, minimum equipment lists and Company records.
7. Assures that their work area is maintained in a safe and orderly manner at all times.

### QUALIFICATIONS

8. Must possess an Airframe and Powerplant license.
9. Must have a minimum of one (1) year of experience as an Aircraft Maintenance Technician.
10. Demonstrates procedures and techniques in troubleshooting and repair of the Company's aircraft, powerplants and components, utilizing the manufacturer's aircraft manuals.
11. Demonstrates proficiency in the use of manuals, supply / parts catalogs, minimum equipment lists, and wiring diagrams.
12. Demonstrates the proficiency in group and / or individual instruction.
13. Demonstrates administrative proficiency in the completion and comprehension of Company records.

O. AIRCRAFT MAINTENANCE TECHNICIAN

1. The work of an Aircraft Maintenance Technician includes all work generally recognized as Aircraft Maintenance Technicians work performed on an aircraft or in a shop on aircraft components.
2. The Aircraft Maintenance Technician reports to their Crew Chief and works according to Federal Aviation Administration and Company regulations, procedures and instructions from his Crew Chief.

RESPONSIBILITIES

3. Aircraft Checks
4. Dismantling, overhauling, repairing, fabricating, assembling, welding and erecting all parts of aircraft, airframe, engines, radio equipment, instruments, electrical systems, heating systems, cooling systems, hydraulic systems and machine tool work in connection therewith.
5. Test and inspect parts, subassemblies or completed assemblies, including Company aircraft to the extent necessary to determine, accomplish and approve his own work.
6. Employees may be required to conduct and perform on the job training (OJT) as determined by the Company.
7. If qualified, taxiing, towing, and run-up of aircraft for maintenance purposes.
8. Assures that their shop / work area is maintained in a safe and orderly manner at all times.
9. Communicates with other Company personnel as to the status of their assigned task.
10. Hazardous conditions, unsafe practices, improperly functioning equipment and tools are immediately brought to the attention of the crew chief and / or management.

P. AVIONICS TECHNICIAN

1. The Avionic Technician reports to their Crew Chief / Supervisor and works according to Federal Aviation Administration and Company regulations, procedures and instruction from his Crew Chief.

RESPONSIBILITIES

2. The Avionics Technician's responsibilities include the troubleshooting, replacement, modification, inspection, functional testing and maintenance of all installed or removed avionics system components, wiring and sub-assemblies.
3. Assures that their work area is maintained in a safe and orderly manner at all times.
4. Communicate with other Company personnel as to the status of their assigned task.

QUALIFICATIONS

5. Must possess an Airframe and Powerplant License. FCC license preferred but not required.
6. Must demonstrate ability and knowledge in the following areas:
  - a. Demonstrate procedures and techniques in troubleshooting and repair of the Avionics and electrical systems / components.
  - b. Demonstrate proficiency in the use of manufacturer manuals, especially wiring diagrams.

Q. TOOL AND DIE MAKER

1. The work of the tool and die maker is to produce drawings and fabricate tooling, test rigs and / or equipment as directed. In addition, the tool and die maker will assist aircraft maintenance in any aircraft machining, such as:
  - a. Oversees all machining and fabricating within the machine shop.
  - b. Fabricates and machine required tooling and / or parts in a timely manner.
  - c. Assures the machine work area is maintained in a safe and orderly manner.
  - d. Performs other duties (tool and die) as directed by supervisory personnel.

QUALIFICATIONS:

2. Must possess or be working toward a repairman's certificate issued by an appropriate regulatory authority. Two (2) years of formal training in the machinist craft or equivalent experience in a related field. The ability to work from production and manufacturing drawings, blueprints, and / or sketches.

## R. REPAIRMAN

1. The Repairman reports to their Crew Chief / Supervisor for the repair, overhaul, inspection and functional testing of aircraft and components and / or sub-assemblies removed from Company aircraft.
2. Additional specific responsibilities are as follows:
  - a. Assures that the shop / work area is maintained in a safe and orderly manner at all times.
  - b. Designs, procures sub-assemblies and builds special test equipment or tooling as required.
  - c. Provides direct support to line maintenance in any capacity required.
  - d. Interfaces with Engineering for continuous product improvement.
  - e. Works closely with the Inspection Department to ensure compliance with Company policies and procedures as well as applicable Federal Regulations.

S. GROUND SUPPORT TECHNICIAN

1. Reports to the Ground Support Crew Chief / Supervisor.

RESPONSIBILITIES

2. Fabricating, operating, servicing, cleaning of parts, painting, maintaining, troubleshooting, repairing and overhauling all types of ground equipment and subassemblies, including cars, trucks, vans, busses, tractors, tugs, ground power units, preheaters, deicers, carts, towbars and any other kind of ground support equipment.
3. Receiving, mixing and transporting of deicing fluid; cleaning, maintaining and repair of ground support shops and their fixtures, tools and equipment; implementation of preventive maintenance programs; providing informal instruction and advise to equipment operators; completing all required paperwork or data entry required to keep records of the work and other duties of a general utility nature as assigned.
4. Communicates with other Company personnel as to the status of their assigned task.
5. Employee may be required to conduct and perform on the job training (OJT) and will also communicate with other Company personnel as determined by the Company.

T. AIRCRAFT CLEANER

1. Reports to their Crew Chief / Supervisor and works according to Company regulations, procedures and instructions from the Crew Chief.

RESPONSIBILITIES

2. Ensures that all aircraft are maintained to present a professional appearance to the public.
3. Responsible for cleaning and polishing aircraft exteriors.
4. Cleans and stocks interior of aircraft with magazines, briefing cards, emergency sacks and / or other promotional materials where required.
5. Cleans hangars and removes trash from work areas.
6. Cleans ground equipment and assigned facility areas.

## U. INVENTORY CONTROL SPECIALIST

### FUNCTION

1. The work of an Inventory Control Specialist includes all work generally recognized as Inventory Control work performed by Stores.
2. The Inventory Control Specialist reports to the Crew Chief – Inventory Control Specialist or Stores Supervisor in those locations where a Crew Chief – Inventory Control Specialist is not available, and works according to Federal Aviation Administration and Company Regulations & Procedures, and instructions from his Inventory Control Specialist - Crew Chief or Supervisor.

### RESPONSIBILITIES

3. Receiving, disbursing, shipping of supplies, tools, free stock and aircraft parts.
4. Stocking, storing, stock chasing, issuing and performing physical inventory of materials charged to Stores.
5. If trained & qualified, may be responsible for repair orders, work orders, and tear down reports.
6. Identifies errors in paperwork, data entry, bin quantity discrepancies, computer data entry, and refers them to his Crew Chief or Supervisor.
7. Reports overdue items and shortage to his Crew Chief or Supervisor.
8. Exchanges information with authorized maintenance and records personnel.
9. Keeps stockroom and adjacent work areas clean and orderly.
10. Stores items according to Company, fire safety, and "good housekeeping" regulations and practices.
11. Performs all aspects of the job in a safe manner.
12. Obtaining, through the Company, Department of Transportation qualifications and remaining current throughout tenure.
13. Performs accurate data entry in Company computer systems.
14. Delivering materials to and from the facility as determined by the Company.
15. Setting up or tearing down facilities to carry out duties and associated miscellaneous activities to accomplish such operations.
16. Assures that their work area is maintained in a safe and orderly manner at all times.
17. Employee may be required to conduct and perform on the job training (OJT).

## ARTICLE 11 - OVERTIME

- A. Overtime, computed and adjusted to the nearest six-minute unit of work (tenths) will be paid.
- B. Daily Overtime:
  - 1. Employees working eight (8) hour shifts:
    - a. One and one-half (1-1/2) times the base rate of pay for each hour worked in excess of eight (8) hours.
    - b. Two (2) times the base rate of pay for each hour worked in excess of twelve (12) hours.
    - c. An employee hereunder will not be entitled to overtime rates until he has worked eight (8) hours in the workday, including time worked before or after his regular shift.
  - 2. Employees working ten (10) hour four-day work week:
    - a. One and one half (1-1/2) times the base rate of pay for each hour worked in excess of ten (10) hours.
    - b. Two (2) times the base rate of pay for each hour worked in excess of fourteen (14) hours.
    - c. An employee hereunder will not be entitled to overtime rates until he has worked ten (10) hours in the workday, including time worked before or after his shift.
- C. Weekly Overtime: Time worked on an employee's regularly scheduled days off will be considered overtime and will be paid as follows:
  - 1. Employees working eight (8) hour shifts:
    - a. One and one-half (1-1/2) times the base rate of pay for hours worked on an employee's scheduled day off. Two (2) times the base rate of pay for each hour worked in excess of eight (8) hours.
    - b. Time paid for and not worked on a holiday will be considered as time worked for purposes of computing overtime.
    - c. Double the base rate of pay for time worked on an employee's second or subsequent scheduled day off provided he has worked his first or subsequent scheduled day off as overtime and has worked forty (40) hours, including CS (exclusive of daily overtime) during his regularly scheduled workweek.
  - 2. Employees working ten (10) hour four- day workweek
    - a. One and one half (1-1/2) times the base rate of pay for hours worked on an employee's scheduled day off. Two (2) times the base rate of pay for each hour worked in excess of ten (10) hours.
    - b. Time paid for and not worked on a holiday will be considered as time worked for purposes of computing overtime.
    - c. Double the base rate of pay for time worked on an employee's second or subsequent scheduled day off provided he has worked his first or subsequent scheduled day off as overtime and has worked forty (40) hours, including CS, (exclusive of daily overtime) during his regularly scheduled workweek.
- D. Shift differentials will not be compounded in the calculation of overtime rates.
- E. Overtime work will be distributed in seniority order among the employees qualified to perform the work necessitating overtime as equitably as practicable. The Company and the Union will "meet and confer" to develop a distribution method for each work location.

F. Exchange of shift and day off trades (CS):

1. An employee working an exchange of shifts or days off will be paid at his base rate of pay for the new schedule. If an employee works additional hours at Company request in conjunction with an exchange of shifts or days off, overtime provisions hereunder will apply.
2. If overtime on any workday or any workweek is due to an authorized exchange of days off or shifts by employees (which must be approved in advance by the appropriate supervisor), said time will be compensated at his base rate of pay; provided, however, any continuous work, exclusive of meal periods in excess of eight (8) hours on an eight hour shift or ten (10) hours on a ten hour shift will be paid for at the overtime rates provided in Paragraphs B and C of this Article.

G. An employee whose overtime working period continues into the following day will continue to receive overtime rates for all overtime so worked.

H. If any work period continues so that its termination will fall within seven and one-half (7-1/2) hours prior to the commencement of the employee's regular shift in the succeeding workday, he will receive pay for all time worked during his regular shift on the succeeding workday at the rate of time and one-half his regular hourly rate.

Example: An employee's normal daily shift starts on Thursday at 07:30 AM and ends at 06:00 PM. He worked overtime and punched out at 12:00 AM. His next normal day to work is Friday at 07:30 AM and will get paid at time and one-half his regular hourly rate of pay i.e. when he punched out he was within 7 ½ hours of his next scheduled workday.

I. No overtime will be worked except by direction of the proper supervisory personnel of the Company, except in cases of emergency and when prior authority cannot be obtained.

J. In no event will any employee covered hereunder receive more than double his base rate of pay (excluding shift differentials) under this Agreement.

K. In the event of an emergency or when there are an insufficient number of employees being available, the Company will assign employees in inverse order of seniority to perform such work. The Company will use its best efforts to provide employees a minimum of two (2) hours' notice in writing.

L. When an employee covered by this Agreement has been relieved for the day and is recalled to work, or works on his regularly scheduled days off, he will be paid not less than two (2) hours at his base rate of pay.

ARTICLE 12 - PROBATIONARY PERIOD

- A. New employees will be considered on probation for the first six (6) months of active service. Probationary employees may be disciplined or discharged without having recourse to the grievance and arbitration provisions of this Agreement.
- B. Probationary employees will be assigned a shift and work group by the Company. New employees will bid a shift on succeeding shift bids, but may not change work areas until completion of probationary period.
- C. No probationary employees will work in a Crew Chief or Inspector capacity during the first six (6) months of employment.
- D. Employees on probation will have the right to Union representation, and may file a grievance based on alleged violations of the Agreement excluding discipline and discharge.

## ARTICLE 13 - HOURS OF WORK

- A. The workday will consist of a twenty-four (24) hour period beginning at 12:00 o'clock midnight and a regular day's work will consist of eight (8) hours, exclusive of meal periods.
- B. The basic workweek (and pay week) will consist of:
  - 1. Seven (7) days beginning at 12:01 a.m. Saturday and the regular weekly work schedule will consist of five (5) workdays of eight (8) hours each within the workweek.
  - 2. Each employee will be scheduled two (2) days off during each workweek. The Company will make every reasonable effort to arrange work schedules so that, whenever practicable, those days will be Saturday and Sunday. When an employee's days off are other than Saturday and Sunday, they will be two (2) consecutive days. Nothing herein will prohibit the Company from scheduling Friday and Saturday as the two (2) consecutive days off; (provided that when this is done Friday will be considered the first scheduled day off and Saturday will be considered the second scheduled day off for purposes of overtime, in accordance with Article 11 except that when an employee's days off are changed to Friday and Saturday, the first Saturday following such change will be paid, if worked, at the rate of time and one-half the employees base rate of pay.
- C. The Company will provide an option for work locations to have ten (10) hour shifts. Each work location must submit, for approval, their applicable work rules which would include the shift starting times and overtime rules. The Company reserves the right to disapprove or terminate such if it is more costly or less productive than eight (8) hour shifts. The Company agrees to meet and confer with the Union before terminating approved plans.
  - 1. The four (4) day work week will consist of four (4) consecutive ten (10) hour workdays, exclusive of meal period and will total forty (40) hours for each calendar week.
- D. The Company will publish and post work schedules which will include shifts, hours, and days off for employees under this Agreement. Employees will have the opportunity to bid shift, hours, and days off at least twice per year. Each bid period will last a minimum of three months unless otherwise dictated by operational necessity.
- E. Seven (7) calendar days' notice will be given for shift changes, except in emergencies.
- F. Part time employee's hours will be governed by the provisions of Article 24.
- G. Exchange of shift and day off trades (CS) are permissible at local management's discretion. Trades require the supervisor's prior approval and are limited by service needs and state and federal laws. No such trades may generate extra pay for either employee involved except as provided for in Article 11 Overtime.
- H. Full time employees may volunteer for split days off.

## ARTICLE 14 - TRANSFERS AND PROMOTIONS

- A. Before any new employee is hired, employees covered by this Agreement will be given preference in accordance with their seniority; as provided herein.
- B. Vacancies subject to bidding will be filled by appointment of the most senior qualified bidder.
  - 1. The following Classifications will be considered bid positions:
    - a. Inspector
    - b. Crew Chief - Aircraft Maintenance
    - c. Maintenance Coordinator
    - d. Crew Chief - Ground Support
    - e. Crew Chief - Inventory Control Specialist
    - f. Crew Chief - Aircraft Cleaner
  - 2. Notices of such vacancies and awards will be posted on all bulletin boards in all shops and work station, base or location where employees are employed. The notice of vacancy will state whether the vacancies or jobs are expected to be temporary or permanent, the number of jobs to be filled, the base or location and will specify a deadline date for bids. Such date will not be less than ten (10) days after the date of such posting. All successful awards will be posted no later than ten (10) days after the closing date.
  - 3. Bids will be submitted by certified or registered United States mail, return receipt requested.
  - 4. Qualifications for purpose of bidding will be established by the Company and may include such reasonable, measurable standards as are beneficial to the efficiency of the Company's operations and to the employees. Employees bidding for lateral positions within their current Classification will be deemed qualified.
  - 5. An employee bidding for more than one vacancy will indicate the order of his preference on each bid, and if he is the senior bidder for more than one vacancy he will have the opportunity to qualify only for the vacancy ranked highest in his preference.
  - 6. Posting for the Maintenance Coordinator position will be restricted locally to Avionics Technicians, Aircraft Maintenance Technicians, Inspectors, and Crew Chiefs at the location where the vacancy occurs and the award will be determined by Seniority.
- C. Technical Crew Chief
  - 1. Technical Crew Chief Classification applicants selected will be on a trial basis for no longer than six (6) months. In the event that an employee promoted to Technical Crew Chief cannot satisfactorily perform his duties, such employee will be demoted to the classification at the station from which the employee was promoted.
  - 2. A successful candidate for Technical Crew Chief will not be eligible for self demotion under the provisions of 14H during the first twelve (12) months of his assignment. A bid job vacancy created by the promotion of an employee to Technical Crew Chief may be posted at the Company's option.
  - 3. Posting for the Technical Crew Chief job will be posted system wide with priority given to Title Group I employees at the location where the vacancy occurs. The award will be determined by a Selection Panel, which will be comprised of management and Union members. Selection will be made on the basis of the specific skills required for the position to be filled. If there are no local qualified candidates, the Company will consider the system applications.
  - 4. A vacancy created by the transfer or demotion of a Technical Crew Chief may be filled by the Company at its option.

- D. Vacancies not subject to bidding will be filled as follows:
1. An employee hereunder may request a transfer to fill a regular full time or part time vacancy within his Title Group, not subject to bidding, either at his own or at another station, provided that the employee is qualified for the conduct of the work to which he is to be assigned and provided:
    - a. Employee has a minimum of six (6) months' service with the Company.
    - b. Employee has submitted a written request for transfer to the Company not less than fifteen (15) calendar days prior to the declared vacancy date.
    - c. Employee has not completed or refused a transfer within the six (6) month period preceding the declared vacancy date.
    - d. Each January 1 and July 1 a request for transfer not submitted within the preceding thirty (30) days will be voided and it will be necessary for a new request to be submitted, and
    - e. A vacancy created by the transfer of an employee may be filled or left unfilled by the Company at its option.
    - f. Employees who accept a transfer request will report to their new assignment within fourteen (14) days of acceptance.
  2. An employee hereunder may request a transfer to a full time or part time vacancy outside his Title Group or to Title Group within the Fleet Service Agreement, not subject to bidding, either at his own station or at another station provided that the employee is qualified for the conduct of the work to which he is to be assigned and provided:
    - a. Employee has a minimum of six (6) months' service with the Company.
    - b. Employee has submitted a written request for transfer to the Company not less than fifteen (15) calendar days prior to the declared vacancy date.
    - c. Employee has not completed or refused a transfer within the six (6) month period preceding the declared vacancy date.
    - d. Each January 1 and July 1 a request for transfer not submitted within the preceding thirty (30) days will be voided and it will be necessary for a new request to be submitted, and
    - e. A vacancy created by the transfer of an employee may be filled or left unfilled by the Company at its option.
    - f. Employees who accept a transfer request will report to their new assignment within fourteen (14) days of acceptance.
  3. Full time vacancies, under 14D1 and 14D2, will be filled by the most senior qualified employee requesting to fill such vacancy in accordance with the following order of preference:
    - a. System surplus employees in the same classification provided they are senior to the most senior employee holding recall rights to the classification.
    - b. If there are employees on layoff retaining recall rights to the classification, these employees will be blended in seniority order with active part time employees at that station who have transfer requests on file to full time status in the classification with the vacancy.
    - c. Employees in a full time bid classification status in the same city requesting a voluntary demotion under the provisions of Article 14H will be offered full time vacancies.

- d. Transfer requests of employees currently on payroll in the same classification in other cities blended in seniority order with part time employees transfer requests in the same classification within the city with the vacancy.
  - e. Transfer requests under 14F of the Fleet Service Agreement of those employees (active or laid off) who have a valid transfer from one classification to another at their own station.
  - f. Transfer requests by employees on the active payroll who desire to fill a vacancy in another classification at another station.
  - g. Transfer request by an employee on layoff status in the same classification in which the vacancy exists and who submits a transfer request after being laid off adhering to all procedural and qualification requirements under 14D1 of the Maintenance Agreement.
  - h. Transfer request by an employee on layoff status in a classification other than the classification in which the vacancy exists and who submits a transfer request after being laid off adhering to all procedural and qualification requirements under 14F of the Fleet Service Agreement.
  - i. New hire.
- E. An employee having qualified for a different Classification within the Maintenance Agreement (including a qualified employee from a Classification within the Fleet Service Agreement), who subsequently fails to demonstrate the required mechanical ability within six (6) months will be returned to his previous Classification and location. Furthermore, the employee would need to re-qualify and allow a period of twelve (12) months to elapse before rebidding for the same Classification.
  - F. An employee having received Company furnished training, who subsequently fails to successfully complete that training, will be offered one (1) make up test opportunity, and if employee fails, the employee will be subject to disqualification.
  - G. An employee who is promoted and successfully bid a Crew Chief job Classification, will not be held on a trial basis in his new assignment for a period longer than one hundred and eighty (180) days and may be demoted or returned to his former assignment in the event of inability to perform his duties in a satisfactory manner. All employees successfully bidding a Crew Chief position will be required to have their performance evaluated by a review panel prior to the last day of their one hundred and eighty (180) day trial period. The Union is invited to participate on any such panel in accordance with procedures as determined by the Company. Employees who fail to meet performance expectations will be demoted as outlined herein. The decision will be final and binding not subject to review under the grievance procedures. In the event that he is demoted, he may return to his former Classification hereunder for which he is qualified, but he will not for a period of twelve (12) months after such return, bid for a vacancy in the same Classification for which he was unable to demonstrate his ability.
  - H. An employee hereunder may request a demotion from the position of Crew Chief / Maintenance Coordinator / Tech Crew Chief / Inspector at his station provided there is a vacancy within his Title Group in accordance with the order designated in 14D3 above. Such a successful employee or an employee demoted for cause will not be permitted to bid another vacancy in his Title Group for a period of twelve (12) months following the effective date of such demotion.
  - I. An employee who permanently transfers at his own request to another classification of work as provided in this Maintenance Agreement or the Fleet Service Agreement will continue to receive his base rate of pay but in no event will his base rate of pay exceed the maximum rate for the classification to which he transferred. If his base rate of pay at the time of such transfer is not the same as any base rate of pay for the classification to which he transferred, he will immediately receive the nearest higher base rate of pay for such classification.

An employee, who voluntarily or involuntarily returns to a former classification, will accrue classification seniority for all time out of the original classification provided the employee retains occupational seniority in the former classification at the time of return. Under these circumstances the employee will be treated as if they had never left the original classification. The employee base rate of pay will be on the same step they would have been on had they never left the original 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 15 - FURLOUGH / RECALL

### FURLOUGH

- A. An employee having seniority (who has completed his probationary period) and who is directly affected by a reduction in force may at his option:
1. Exercise his seniority to displace the most junior employee at his station in his own or lower classification within his Title group.
  2. Exercise his seniority to fill a vacancy in a lower classification within his Title group at his station.
  3. Exercise his seniority to fill a vacancy in his own or lower classification in the system not subject to bidding.
  4. When there are insufficient vacancies to accommodate the number of employees being reduced he may exercise his seniority to displace the employee or employees with the least system seniority in his own or lower classification.
- B. At the time of the lay-off, employees will be advised of, and in order of his seniority, offered his choice of the stations where appropriate vacancies exist and / or the location(s) of the least senior employees in his classification in the system. The number of vacancies and the number of least senior employees in the appropriate classification selected for displacement will correspond to the number of laid off employees who elect to exercise their seniority to a job in their own classification.
1. The number of least senior employees exposed to displacement under this procedure will be subject to change prior to identification of awards.
  2. After awards are given the number of least senior employees exposed to displacement under this procedure will not be changed because of failure of a laid off employee to move to a job previously allocated.
- C. An employee who is directly affected by a reduction in force and exercises his seniority, either at the time of layoff or after accepting layoff, and thereafter must resign for personal reasons (cannot accept the new area, job or location) will retain recall rights if at the time of resignation they so notify the Company in writing of their desire to retain their recall rights. Any employee wishing to avail himself of this provision must do so within 90 days of accepting the new position or location.
- Example: Employee is laid off at DFW and elects to displace a junior employee in ORD. After a few weeks in Chicago the employee's family cannot join him and he elects to resign and retain his recall to DFW. This would be permissible.
- Same situation as above except the employee elects layoff at the time of the reduction in force and after being unemployed for some time transfers to a vacancy at ORD. He elects to resign for whatever reason and would be eligible to retain his recall rights.
- D. The Company will notify the Union thirty (30) days in advance of planned reductions in force, the number of employees and the locations.
- E. An employee who changes stations due to a reduction in force pursuant to A3 and A4 above will be reimbursed by the Company for moving and travel expenses under existing move policy limits.

### RECALL

- F. An employee who has completed his probationary period and is laid off by the Company and does not exercise his seniority to displace an employee or accept a vacancy in his or a lower classification will continue to accrue occupational seniority during such layoff for a period of ninety (90) days and the employee will continue to retain occupational seniority thereafter. All seniority will be canceled and reemployment / recall rights forfeited if the employee is not reemployed / recalled by the Company within ten (10) years from the effected date of layoff.

- G. An employee who has completed his probationary period and, in lieu of lay-off, exercises his seniority to displace an employee or accepts a vacancy in his or a lower classification will continue to accrue occupational and classification seniority for a period not exceeding his previous service to a maximum of two (2) years during such displacement. The employee will continue to retain occupational and classification seniority thereafter. All seniority will be cancelled and recall rights forfeited if the employee is not recalled by the Company within ten (10) years from the effective day of the layoff.
- H. An employee bumping through one or more classifications or accepting vacancies and eventually laid off will retain reemployment / recall rights to any non-bid position in each such classification.
- I. An employee will file his proper address with the appropriate manager at the time of lay-off and must keep the Company informed of any change of address.
- J. At the time of reemployment / recall notice, the employee must notify the Company within five (5) days of intent to return to work, and must return to work within fifteen (15) days from the post mark of the original recall notice. An employee who fails to provide such notice or who fails to return to work within the prescribed time limits will lose all rights to reemployment / recall and his seniority will be forfeited unless such time is extended by the Company for a period not to exceed fifteen (15) days. The Company will furnish the Union with all reemployment / recall letters. All notices and replies will be by certified mail return receipt requested.

## ARTICLE 16 - LEAVES OF ABSENCE

- A. When the requirements of the service will permit, an employee hereunder may be granted a leave of absence for a period not in excess of ninety (90) days. When such leaves are granted, the employee will retain and continue to accrue seniority during such leaves.
- B. When the requirements of the service will permit, such leave or leaves may be extended for additional periods not to exceed ninety (90) days. If such leave is extended by the Company, the employee will retain but not accrue seniority.
- C. When leaves are granted on account of sickness, injury, or pregnancy an employee hereunder will retain and continue to accrue his seniority plus length of service for pay purposes until he is able to return to duty, except that in no case will leave for sickness or injury exceed a total continuous period of three (3) years.
- D. An employee on leave of absence will report prior to termination date of such leave his intention to return to employment. Failure to make such report or secure renewal of leave of absence will terminate leave of absence and his employment.
- E. An employee hereunder returning from a leave of absence will be permitted to exercise his seniority in resuming his classification at the base to which he had previously been assigned.
- F. The reemployment and seniority status of any employee hereunder who, while in the active service of the Company, takes a Military Leave, will be governed by the provisions applicable by law.
- G. Three (3) days of personal emergency leave (bereavement leave) with pay for death in the immediate family will be extended to the employee covered by this Agreement. Immediate family includes mother, father, grandmother, grandfather, spouse, sister, brother, daughter, son, mother-in-law, father-in-law, stepmother, stepfather, or relative who is a resident of the household. If additional days are required, such days may be deducted from the employee's vacation allowance.
- H. Employees called for jury duty will receive their base rate of pay less the fee received for jury services. Such an employee will promptly show his supervisor the jury summons and also show the courts validation of jury service when completed.
- I. An employee hereunder granted a leave of absence under the provisions of the Family Medical Leave Act will continue to accrue all forms of seniority during such leave.
- J. The Company reserves the right to require a physical examination of any employee at the Company's expense prior to return from any leave of absence. If an employee is required to report for said exam outside his base station, the Company will be responsible for travel costs and associated expenses.
- K. To the extent that the Company provides more expansive leaves of absence benefits to other employee groups, those benefits will be applied to all employees covered by this Agreement.

## ARTICLE 17 - FIELD WORK

- A. When an employee hereunder is required to perform work away from his base station on his regularly scheduled workdays, he will be paid at least eight (8) hours (or ten (10) hours as applicable) at his base rate of pay (including shift differential) for each scheduled workday while away from his base station, whether traveling, on call or working.
- B. When an employee hereunder is required to perform work away from his base station on his scheduled day off, he will be paid at least eight (8) hours compensation at overtime rates, whether traveling, on call or working.
- C. During a field work assignment, the employee will, while away from his base, be paid reasonable, actual expenses for meals, lodging, and transportation as approved by operating management. Un-receipted expenses will not exceed, without the approval of the Company, the maximums established by the Company. If the field work 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, temporary visas, or any associated fees required to perform the work.
- D. The distribution of field trips and temporary duty assignments (TDY) will be governed by the procedures as agreed to by the Company and the Union at each station, base or location.
  - 1. In the event of an emergency or when there are insufficient or no volunteers for a field trip the Company may assign qualified employees with the lowest occupational seniority on duty or as per the field trip procedures where applicable.
  - 2. All classifications will be on a separate field trip list and temporary duty assignment list except for Crew Chiefs and Maintenance Coordinators, which will be included with the respective classifications. Example, Aircraft Maintenance Technicians, Crew Chiefs and Maintenance Coordinators will be included in the Aircraft Maintenance Technicians distribution list.
- E. In consideration for the safety of its passengers and its employees, the following will apply to those employees returning from a field trip or temporary duty assignment:
  - 1. When an employee returns from a field trip or temporary duty assignment, based on considerations of health and safety due to the employee's lack of rest, the Company will make a reasonable determination to relieve the employee from working the remainder of his scheduled shift, or the entirety of his shift if it has not yet begun.
  - 2. An employee so relieved from work will be paid his base rate of pay for that portion of his shift from which he was relieved, regardless of the rate he would have received had he been permitted to work.
  - 3. When making such reasonable determination, the Company will consider the employee's schedule while on a field trip or temporary duty assignment in conjunction with his schedule upon return.
  - 4. Such reasonable determination should normally be made after the employee has reported back from his field trip or temporary duty assignment and prior to his commencing work, except for such work as may be related to the field trip or temporary duty assignment.
- F. The Company will establish a list of Stores employees who wish to be considered for field trips for the purpose of pickup and delivery of aircraft parts and equipment or temporary duty assignments. Reference Article 17D.
- G. In the interest of safety as well as complying with various Company Policies and Procedures, all field trips will be staffed with two (2) employees; where a job requires, due to bulk or weight, more than one (1) employee, or where driving a vehicle in excess of 350 miles per day is required. The Supervisor on duty will determine how many people will be sent in all other circumstances.
- H. No employee will be assigned to a temporary duty assignment against his wishes. All temporary duty assignments of ten (10) days or longer will be given in writing to the employee affected and the station chairman, the Local President of the Union or his designee.

ARTICLE 18 - ATTENDANCE AT HEARINGS INVESTIGATIONS OR TRAINING CLASSES

- A. When an employee hereunder is required by the Company to attend training classes during regular working hours will be paid for time spent in the attendance of such classes at his base rate of pay and such time will be deemed as time spent at his regular work, provided, however, any time so spent after regular work hours or on a scheduled day off will not be classed as overtime and will be compensated for, when attendance is required by the Company, at the employee's base rate of pay.
- B. An employee required due to training, hearings, investigations or meetings that travels on a scheduled day off, will be paid at least eight (8) hours for such time at time and one-half his base rate of pay. Travel time referred to herein will begin sixty (60) minutes before the scheduled departure of the flight actually taken by the employee (or any flight for which he stood by) and will end with the actual arrival at the airport of destination. If an employee is required to provide his own ground transportation to an airport other than his base station, the travel time will begin from the time he begins his trip to arrive at the airport of departure. In both cases, the time will end with the actual arrival at the airport destination. No employee will receive more than eight (8) hours unless the actual trip time exceeds such.
- C. When an employee hereunder is required by the Company to attend hearings, investigations or meetings, he will be paid for such time at his base rate of pay and such time will not be considered overtime.
- D. When an employee hereunder is required by the Company to attend training classes, best efforts will be made to schedule such training on an employee's scheduled workday.

## ARTICLE 19 - GENERAL

- A. All orders to and request from an employee involving transfers, promotions, demotions, layoff, reemployment, leaves of absence, or anything affecting his pay or status, will be in writing.
- B. When requested by the Local President, employees will be granted relief from duty without pay for the purpose of official Union business provided this does not interfere with the operation.
- C. Within forty-five (45) days after signing this Agreement, the Company will provide each employee a copy of this Agreement.
- D. In the event of the total loss of an employee's tool box and its contents as a result of fire or theft while the box is located on Company property or while the employee is traveling and / or working on an authorized field assignment and stored in a Company designated area, the employee will assume the first \$50.00 of replacement cost and the Company will provide up to the following amounts towards the balance of the replacement cost of the tool box:
  - 1. \$2000.00 for loss of a "rollaway" toolbox.
  - 2. \$600.00 for the loss of a "tote" box.

The benefit only applies to the entire loss of a toolbox and its contents. It does not cover loss of individual tools. Reimbursement will only be for tools required by the Company; the Company will furnish the Union with a required tool list.
- E. Employees covered by this Agreement and their immediate families will be allowed the same pass and reduced fare privilege afforded other American Eagle Airlines, Inc. employees.
- F. The Company will provide bulletin boards at each station where employees hereunder are employed, marked Transport Workers Union of America, AFL-CIO and the appropriate Local number, for the posting of official Union business. Such 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.
- G. If the Company requires the employees to wear uniforms, the employee will be required to wear standard Company uniforms. At those locations where local law does not require providing a uniform, the Company will provide the following:
  - 1. Basic Uniform: The Company will pay fifty percent (50%) for the employee's first uniform set and the employee will pay fifty percent (50%). All basic uniform replacement will occur at eighteen (18) month intervals and the Company will provide full replacement of the basic uniform.
  - 2. Jackets / Winter Coats: The Company will pay fifty percent (50%) for the employee's first jacket / winter coat and the Employee will pay fifty percent (50%). All replacements will be paid for in the same manner.
  - 3. Payroll deduction for initial and replacement uniform purchases will not exceed \$50 per month. If the employee leaves the Company prior to paying for the proportionate one half (1/2) share in full, the remaining cost will be deducted from the final paycheck.
  - 4. An employee will be responsible to replace any part of the uniform which is lost or damaged due to negligence or abuse.
  - 5. Employees may wear the standard Transport Workers Union insignia on pins and hats. Transport Workers Union pins may be worn on the Company uniform.
- H. Disciplinary documents generated on an employee covered by the Transport Workers Union will only be kept in his file for a period not to exceed (2) two years.

- I. In the event free parking facilities for employees are not available at airport locations, the Company will assume the monthly parking charge, assessed by the appropriate authority (airport, port, etc.) for parking in an area designated for employees. This provision will not apply to replacement of original charges to employees for decals, stickers, gate keys, or similar items. Also, where other 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.
- J. No employees will incur any cost associated with the initial issue or renewal of Company or associated Airport / Base required ID badges.
- K. The Company will forward to the ranking Local Union Representative a copy of the regular shift bid schedule for the station. The shift bid schedule will include scheduled shift hours and scheduled days off.

## ARTICLE 20 - REPRESENTATION

- A. The Union may select and designate such representatives in the respective fields, stations, shops and other working units as may be necessary for the purpose of representing the employees under the terms of this Agreement, or in accordance with the Railway Labor Act, as amended.
- B. The Union will notify the Company in writing of the names of its Accredited Representatives at each station and any changes in the personnel thereof. The Company will inform the Union, in writing, of the supervisors with who said Accredited Representatives will deal and changes thereof.
- C. International Officers and 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 hereunder are located, for the purpose of investigating grievances or other matters directly connected with the operations of this Agreement and its procedures for the settlement of any dispute. As a matter of courtesy, notice of such intended visit will be given to the ranking Company Official.
- D. 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 and which has not yet become the subject of an actual grievance, will have the right within ten (10) 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 decision in writing within fifteen (15) days. Disputes in respect to actual grievances will be handled exclusively according to the provisions of Article 21, Grievance Procedure. If no settlement is reached under paragraph D of this Article, an appeal may be made, in writing, within thirty (30) days to an Arbitration panel (as described in Article 22) of this Agreement.
- E. The Union does not question the right of the Company supervisors to manage and supervise the work force and make reasonable inquiries of employees, individually or collectively, in the normal course of work. 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 in Article 20G, the Company will inform the employee of his right to have a Union representative present. If the employee refuses representation, the supervisor's record will reflect his refusal.
  - 1. When the Company convenes a meeting under the provisions of Article 20E, it will, except for rare and compelling reasons, indicate the purpose of the meeting and then, provide an opportunity for the employee and his Union representative to confer for a reasonable period of time. Once the 20E meeting reconvenes, it will continue until concluded by the supervisor.
  - 2. Before written notification of discipline or dismissal is given to the employee, he will be afforded the opportunity to discuss the matter with his supervisor. If he desires, he will have a Union representative present during this discussion. Nothing in this article will be construed as preventing the Company from holding an employee out of service pending an investigation.
- F. 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 an Accredited Representative present during the interview. If a local representative is not readily available, after the request, the Company's Security Department will not be required to wait for his availability before conducting the interview. However, the employee in that circumstance may request the presence of another Union represented employee to be present. The role of the Representative will be that of a silent observer only. The Representative may in no way interfere nor impede the Security Department's investigation and / or interview.
- G. 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 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 comes first, in order to allow the first available representative to be present at the medical facility.
2. Only one (1) Union representative will be allowed to accompany the employee to the medical collection facility and into the collection area where the medical collector opens the drug testing kit, completes the relevant paperwork and secures the kit after completion of the drug testing 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.
3. In accordance with the Federal Aviation Administration's directive of July 1990, no Union representative will engage in any activity, which disrupts the collection process. Should the Union representative engage in disruptive activity, the representative will be required by the Company supervisor to wait in the employee / patient waiting area until the collection process and paperwork have been completed. This is pursuant to the Federal Aviation Administration's directive.

## ARTICLE 21 - GRIEVANCE PROCEDURE

- A. An employee who believes that he has been unjustly dealt with or that any provisions of this Agreement has not been properly applied or interpreted, or against whom the Company has preferred charges in writing, may present his grievance through his representative, within seven (7) days to his supervisor who will evaluate the grievance or complaint and render his decision as soon as possible but no later than seven (7) days following receipt of said grievance. The supervisor must physically give the employee the grievance response.
- B. If the decision of the supervisor is not satisfactory, the grievant may appeal within ten (10) days to the Vice President of Maintenance or his designee, who will render a decision as soon as possible, but no later than ten (10) days after the appeal is submitted to him. Responses will be sent to the grievant by certified mail return receipt requested to the grievant's home address as provided by the employee on the grievance form.
- C. If the decision of the Vice President of Maintenance or his designee is not satisfactory to the employee, the grievance and the decision thereon may be appealed to the American Eagle Airlines, Inc. Boards of Adjustment as provided for in Article 22 of this Agreement; provided however said appeal is submitted within twenty (20) days of receipt of the decision rendered by the Vice President of Maintenance or by his designee. Once a grievance has been docketed for System Board, the Vice President of Maintenance or his designee and the Local Union President or his designee will meet in an effort to resolve the grievance prior to a System Board hearing.
- D. Any grievances involving discharge only, will be submitted initially to the second step, as provided in section B of this Article. If the grievance is unresolved after such second step it may be submitted to the System Board of Adjustment, as provided in section C of this Article.
- E. All grievances processed under the procedures provided above will be in writing and will be signed by the employee whose grievance it is, and all decisions on said grievance will be in writing.
- F. An employee who has a grievance and his representative may present the grievance during work hours without loss of pay for time so spent, but no more time than is reasonably necessary will be devoted to such presentation of grievance.
- G. If the decision to be made by the Company under the provisions of this Article 21 is not made within the time limits prescribed herein for such decisions, the grievance will be processed to the next step. If such untimely answers are a recurring problem at a given location / station the Local president can call for a panel review of the late answers. The panel will be composed of the Senior Vice President of the department and the International Representative (or his designee) of the Union. Such panel will review the facts surrounding the late grievance answers and issue a panel decision outlining the remedy. Such remedy will be binding on the Company and the employees.
- H. If, as a result of a decision in any of the steps of the grievance procedure, an employee is exonerated, all related disciplinary records will be removed from the employee's personnel file and balancing entries made. In addition, if he has been held out of service, he will be reinstated without loss of seniority, and he will be paid at his base rate of pay for his regularly scheduled hours.

## ARTICLE 22 - BOARDS OF ADJUSTMENT

- A. There are hereby established, pursuant to the provisions of the Railway Labor Act, as amended, boards of adjustment, called the "Boards of Adjustment, American Eagle Airlines, Inc."
- B. The Boards will be composed of four (4) members, two selected by the Company and two selected by the Union. Either party will have the right to change its representatives from time to time provided only that the designation of the representative for any particular dispute must be made prior to the start of the scheduled hearing.
- C. The System Board will have jurisdiction only over disputes between the Company and the Union or any employee governed by this Agreement growing out of grievances involving interpretations or applications of this Agreement. The Area Board will have jurisdiction only over disputes between the Company and the Union involving discharge or discipline.
- D. The members of the respective Boards will select a Chairperson and a Vice Chairperson whose terms of office will be one (1) year, provided, however, that the offices of Chairperson and Vice Chairperson will be filled alternately by a member representing the Union; that is, when a Union member is the Chairperson, a Company member will be the Vice Chairperson, and vice versa.
- E. The Chairperson, or in his absence, the Vice Chairperson, will preside at meetings of the Board and will have a vote on the adoption of all decisions of the Board.
- F. A dispute submitted to the Board will be in the form of a petition submitted by either party and stating the position of the party submitting the grievance. Union submissions will be submitted to the Transport Workers Union Air Transport Division office and assigned a case number. Time limits will not begin running until the date a case number is assigned and docketed.
- G. The written appeal will be sent to the Transport Workers Union Air Transport Division office in the form of a petition. The Transport Workers Union Air Transport Division office will assign a case number and forward the appeal and two (2) copies, with the case number noted on each, to the Employee Relations Department. The scheduling of cases to be heard before the Boards is an administrative matter addressed by mutual agreement between the Union and the Company.
- H. In the event any dispute or grievance is properly appealed to the System Board, the Company and the Union members of the System Board will, upon request of either party, meet and attempt to resolve the controversy. The System Board will thereafter meet on the matter as soon as possible and at all events within thirty (30) days of request by either party. The System Board hearings will generally be held in DFW unless a different location is agreed upon by the Board members.
- I. The Transport Workers Union Local president or his designee and the Company designated employee relations representative will establish a time and date for all Area Board cases, however,
  - 1. In the event of a discharge case a meeting will take place within ten (10) days of the Union submission to set a date for the discharge hearing. Such hearing will be within thirty (30) days of that meeting.
  - 2. For cases involving discipline, which are properly submitted for hearing, the local Area Board will adopt a procedure that will require discipline cases to be scheduled for hearing as soon as possible but not less than once every quarter.
- J. The Boards may summon any necessary witness(s) and relevant non-confidential records of the Company and the employee involved. An employee will not be required to testify unless he was a first hand witness.
- K. The advocates will exchange all documents they may enter and the names of witnesses they may call in their direct case no later than ten (10) calendar days prior to the date set for the hearing, unless otherwise mutually agreed upon by the advocates in writing.

- L. A majority vote of all members of the Boards of Adjustment will provide full and complete authority to compromise and otherwise settle any and all grievances presented to it. Any settlement or agreement reached on any grievance will be binding upon the Union, the employee, and the Company. Board findings and decisions will be stated in writing and will be rendered within thirty (30) calendar days from the close of hearing, unless the period is extended by agreement of the parties to the dispute. In the event the Board deadlocks and is unable to resolve the issue(s) after hearing evidence either member of the Board can, within ten (10) days of the meeting of the Board, request the appointment of a neutral arbitrator in writing.
  - 1. The jointly selected impartial arbitrator will sit with a panel, comprised of one (1) member selected by the Company from the two (2) original Company Board members and one (1) Board member selected from the two (2) original Union Board members. In the event the parties are unable to agree on a selection of an arbitrator, either party may request the National Mediation Board to provide a list of seven (7) neutrals. The parties will select one neutral arbitrator to serve as the third (3rd) member of the panel by alternately striking names from the list submitted by the National Mediation Board, with the first strike being determined by toss of a coin.
  - 2. A majority vote of all members of the Arbitration Panel, as provided herein, will be competent to make a finding or decision with respect to any dispute properly submitted to it and such finding or decision will be final and binding upon all parties, including the grievant(s), to such dispute. Arbitration Panel findings and decisions will be stated in writing and will be rendered within forty-five (45) calendar days from the close of the hearing, unless the period is extended by agreement of the panel members.
- M. The Boards of Adjustment or the Arbitration Panel will have no power to amend or modify this Agreement or any written agreements or addenda supplementary hereto or to establish any new terms or conditions of the same.
- N. The Board will keep a complete and accurate record of all matters submitted for its considerations and of all findings and decisions made. Such findings and decisions of the Board will be stated in writing in each case a copy of the finding or decision will be furnished to the Company, the Union, and such employees who are a party to the dispute.
- O. All expenses of a Board or Panel, including those incurred by reason of the participation of a neutral arbitrator in the determination of the controversy as herein provided, will be borne one-half by the Company and one-half by the Union. The salary or compensation of the members of the Board or Panel, if any, will be by the parties selecting such member or members; except that Board or Panel members who are employees of the Company will be granted necessary leaves of absence without loss of pay to attend Board or Panel meetings. Board and Panel members will receive space available transportation over the lines of the Company from point of duty to point of meetings of the Board.
- P. Essential witnesses and representatives will be furnished space available transportation over the Company's lines without charge to, the point of hearing and return.

### ARTICLE 23 - MEAL PERIODS

- A. Meal periods will be thirty (30) minutes, except when a longer period is agreed upon between the parties.
- B. Meal periods will be scheduled not earlier than two and one-half (2-1/2) hours after commencement of work and not later than six (6) hours after commencement of work for full time employees. If the employee is not scheduled for a meal period within the foregoing time span, the meal period will be provided between the sixth hour and the end of the employee's scheduled shift and the employee will receive thirty (30) minutes additional pay at his base rate of pay.
- C. An employee on a four (4)-day workweek ten (10) hour shift: The meal period will be one half hour unpaid, commencing after three and one-half (3-1/2) hours and before the sixth (6th) hour of the shift. Each ten (10) hour shift will actually be scheduled for ten and one-half (10-1/2) hours. By mutual, local agreement between the Company and the Union, ten (10) hour shifts may be scheduled with no meal period. Such ten (10) hour shifts will actually be scheduled for ten (10) hours.

## ARTICLE 24 - PART TIME EMPLOYEES

The Company may utilize part-time employees in all classifications under this Agreement at all stations. The provisions of the Agreement will apply to part time employees except as follows:

- A. Any vacancy or vacancies may be declared by the Company to be part time.
  - B. A part time vacancy or vacancies will be filled by the most senior qualified employee(s) requesting to fill such vacancy or vacancies in accordance with the following order of preference:
    - 1. By full time employees in the same classification, currently working at the station.
    - 2. By an employee with recall rights to the station.
    - 3. By employees with active transfers on file.
    - 4. By new employee(s).
- A full time employee's refusal of part time work will not affect that employee's seniority or recall rights under this Agreement.
- C. A part time employee will be scheduled as follows:
    - 1. For no less than three (3) consecutive hours, but no more than six and one half (6-1/2) consecutive hours in a workday excluding lunch and for a maximum of five (5) consecutive workdays in a workweek.
    - 2. For up to eight (8) consecutive hours (excluding meal periods) for up to four (4) consecutive workdays in a workweek.
    - 3. Part time employees may volunteer for split days off. Part time probationary employees may be assigned to split days off during probation only.
  - D. Part time employees required to work in excess of five (5) hours will be allowed a thirty (30) minute unpaid meal period. The provisions of Article 23B will not apply.
  - E. If a part time employee is scheduled and works on a holiday, he will be paid at the applicable rate as defined in Article 6 for hours worked. If a part time employee is not scheduled to work on holiday, he will be paid one-fifth (1/5th) of his regularly scheduled, work hours for that workweek at straight-time rates for the holiday.
  - F. The probationary period for a part time employee will be the same as for a full time employee.
  - G. A part time employee will accrue Company and Occupational seniority on the same basis as a full time employee.
  - H. Overtime requirements may be met by the Company by requiring part time employees to work after their scheduled hours or may request them to work before their scheduled hours at straight-time rates up to eight (8) hours in a workday.
    - 1. The provisions of Article 11 Overtime will apply to part time employees after eight (8) hours in a workday have been worked, and at the rates provided in this Agreement.
    - 2. Day off Overtime. Time worked on an employee's regularly scheduled day off will be paid as follows:
      - a. If an employee has not worked forty (40) hours or five (5) workdays during the workweek, straight-time pay for all hours up to eight (8) hours on an employee's day off. Any hours over eight (8) will be paid in accordance with Article 11 of this Agreement.

- b. One and one-half (1-1/2) times the regular hourly rate for hours worked on an employee's scheduled day off.
- c. Double the regular rate for time worked on an employee's second scheduled day off provided he has worked his first scheduled day off and has worked forty (40) hours (exclusive of daily overtime) during his regularly scheduled workweek.

I. Part Time - Sick Leave

- 1. A part time employee who completes six (6) months of active service with the Company will be credited with twenty-four (24) hours of sick leave for the calendar year in which the six (6) month period is completed.
- 2. Upon being credited with the applicable twenty-four (24) hours of sick leave, as mentioned in paragraph I1 above, a part time employee will thereafter accrue two (2) to three and one half (3-1/2) hours (based upon the employees scheduled hours) of sick leave for each calendar month of active service with the Company up to a maximum of thirty-nine (39) hours in any calendar year. Such sick leave accrued during a calendar year will not be used prior to January 1 of the following year.
- 3. Unused sick leave will be cumulative up to a maximum of seven hundred twenty (720) hours.
- 4. A part time employee who uses accrued sick leave will be compensated at his regular rate of pay for the number of hours he is scheduled to work.
- 5. Any part time employee who has reached two hundred forty (240) hours in his sick bank may convert up to thirty-nine (39) hours of sick time into five (5) days of VC based upon the scheduled number of hours the employee is scheduled to work at the time the VC is to be taken (to be taken in a one (1) week block only) Such vacations will be bid after all regular vacation bids (Article 5) have been awarded.

J. Part Time Vacations

- 1. The number of vacation weeks accrued will be determined by length of service (as for full time employees) adjusted for leave of absence and layoff.
- 2. The number of hours paid per day of accrued vacation will be based on the employee's average weekly hours worked, excluding overtime and including CS hours. Any hours worked as a result of an authorized change of shift (CS); in the previous calendar year (such average will not be more than forty (40) hours for any one week period).
- 3. Notwithstanding the provisions of Article 5 of the Agreement, in the event that a full time employee changes status and becomes a part time employee, or in the event a part time employee changes status and becomes a full time employee, the average weekly hours worked calculation in J2 above will apply for the vacation during the year in which the employee's status changed.

K. All full-time employees under this Agreement, if affected by a reduction in force, may exercise their seniority under the provision of Article 15 to fill a full time job in their own or lower classification, or at their option elect to displace or fill a part time position at their station. An employee electing to fill a part time position under the provisions of Article 15 will retain recall rights back to the full time position.

L. A part time employee's injury on duty benefits will be in accordance with the applicable workman's compensation laws.

M. A part time employee whose shift begins at or after 1500 and before 2000 will receive a shift differential of twenty-five (.25) cents per hour for all hours worked. For part-time employees whose shift begins at or after 2000 and before 0500 will receive a shift differential of forty-five (.45) cents per hour for all hours worked.

## ARTICLE 25 - UNION SECURITY

- A. All employees covered by this Agreement will, as a condition of employment, maintain membership in the Union so long as this Agreement remains in effect, to the extent of paying an initiation fee and membership dues (not including fines and penalties), or agency fees in accordance with applicable law. An employee may have his membership dues deducted from his earnings by signing the form "Assignment and Authorization for Check-Off of Union Dues", also referred to as "Check-Off Form" or, if no such authorization is in effect, he must pay his initiation fee and membership dues directly to the Union.
- B. All new employees of the Company hired on or after the effective date of this Agreement will become members of the Union sixty (60) calendar days after the date of employment with the Company and will, as a condition of employment, maintain membership in the Union so long as this Agreement remains in effect, to the extent of paying initiation fees and membership dues, or in lieu of maintenance of membership, agency fees in accordance with applicable law. The Company will allow the Union an opportunity, during local orientation, to meet with new employees and transferees regarding Union matters.
- C. Employees who are or become members of the Union under paragraphs A or B above will pay membership dues as set forth in this Article, except that payment for membership dues will not be required as a condition of employment during leaves of absence without pay or during periods of transfer to a classification or position not covered by this Agreement.
- D. "Member of the Union", for purposes of this Article will mean any employee who is a member of the Union and is not more than sixty (60) calendar days in arrears in the payment of initiation fee and membership dues as specified herein, or agency fee payer not more than sixty (60) calendar days in arrears in the payment of his fees.
- E. When an employee who is a member of the Union becomes delinquent within the meaning of paragraph D above, the following procedure will apply:
  - 1. The Director of the Air Transport Division of the Union will notify the employee in writing, certified mail, return receipt requested, that he is delinquent in the payment of the initiation fee and membership dues or agency fees, as specified herein, and accordingly, is subject to discharge as an employee of the Company. Such letter will also notify the employee that he must remit the required payment within fifteen (15) calendar days of the date of mailing of the notice, or be subject to discharge. This provision will be deemed to be complied with if the Union sends, but the employee refuses receipt of the above mailing.
  - 2. If, upon the expiration of the fifteen (15) calendar day period, the employee still remains delinquent, the Director of the Air Transport Division of the Union will certify, in writing, to the Vice President-Employee Relations of the Company, copy to the employee, that the employee has failed to remit payment within the grace period allowed and is therefore to be discharged. The Vice President-Employee Relations after being presented with the appropriate documentation will take proper steps to discharge such employee from the services of the Company.
  - 3. An employee discharged by the Company under the provisions of this paragraph, will be deemed to have been discharged for cause within the meaning of the terms and provisions of this Agreement.
- F. Any discharge under the terms of this Article will be based solely upon the failure of the employee to pay or tender payment of initiation fee and membership dues or agency fees, as specified in this Article, and not because of denial or termination of membership in the Union upon any other ground.
- G. Any grievance by an employee concerning the interpretation or application of the provisions of this Article will be subject exclusively to the following procedure:

1. An employee who believes that the provisions of this Article pertaining to him have not been properly interpreted or applied may submit his request for review, in writing, within five (5) calendar days from the date the grievance arises, except that a grievance arising under paragraph E1, must be filed within the fifteen (15) calendar day period specified in that paragraph. The request will be submitted to his immediate supervisor who will review the grievance and render his decision, in writing, not later than five (5) calendar days following the receipt of the grievance.
  2. The immediate supervisor will forward his decision to the employee with a copy to the Local Union Accredited Representative. If the decision is not satisfactory to both the employee and the Union, then either may appeal the grievance directly to the System Board of Adjustment, established under Article 22 of this Agreement, within ten (10) calendar days from the date of the decision. The terms and provisions of such Article will be applicable, except as otherwise specified in this Article.
  3. If the Union should appeal the decision to the System Board of Adjustment, it will prepare a joint submission of the grievance setting forth the Union's and the employee's position and forward copies to the employee, the Vice President-Employee Relations of the Company and to the members of the System Board of Adjustment. If the employee should appeal the decision, he may request the Vice President-Employee Relations to prepare the submission papers in his behalf for the System Board of Adjustment. In this event, such request will be made by the employee, in writing, to his immediate supervisor who will transmit, through the local Manager all facts, data and information concerning the grievance, together with a copy of the decision from which the appeal is taken. The Vice President-Employee Relations will forward copies of the employee's separate submission to the employee, the local Manager, the Director of the Air Transport Division of the Union and to the members of the System Board of Adjustment.
  4. During the period a grievance is filed under the provisions of this paragraph and until after final award by the System Board of Adjustment, the employee will not be discharged from the Company because of noncompliance with the terms and provisions of this Article. In the event the employee's grievance is denied because he has not tendered dues owed under this Article, he will be considered discharged for cause. In any proceeding under this Article, the employee, the Company, and the Union will be allowed to present any facts or arguments supporting their position concerning proper application of this Article.
- H. The Union agrees that it will indemnify the Company and save the Company harmless from any and all claims, which may be made by the employee or employees against the Company by virtue of the wrongful application or misapplication of any of the terms of this Article.
- I. The Company will not interfere with, restrain or coerce employees because of membership or lawful activity in the Union, nor will it, by discrimination in respect to hire, tenure of employment or any term or condition of employment, attempt to discourage membership in the Union.
- J. The Union agrees that neither the Union nor its members will intimidate or coerce any employee in respect to his right to work, in the proper exercise, performance, or implementation of his duties and responsibilities with the Company, or in respect to Union activity or membership. The Union further agrees that the Company may take disciplinary action for any violation of this provision.
- K. The Company agrees to deduct from the pay of each employee who voluntarily executes the check-off form on or after the effective date of this Agreement, and remit to the Union the membership dues uniformly required by the Union.
- L. When a member of the Union properly executes such "Check-Off Form", the Union will forward an original copy to the appropriate official as designated by the Company. Any Check-Off Form which is incomplete or improperly executed will be returned to the Local Union Office which submitted it. Any notice of revocation as provided for in this Article or the Railway Labor Act, as amended, must be in writing, signed by the employee and delivered by certified mail, addressed to their respective Local Union Office. Each Local Union Office will forward a copy to the appropriate official as designated by American Eagle, Inc. for future Union dues withholding. Check-Off Forms and notices received by the Company will be stamped on the date received and will constitute notice to the Company on the date received, and not when mailed.

- M. When a Check-Off Form is received by the Company on or before a given payday, deductions will commence with first paycheck following said payday, and will continue thereafter until revoked or cancelled as provided in this Article. The Company will remit to the Union a check in payment of all dues collected on a given payday, on or as soon after the payday as possible. These remittances will be subject to normal accounting practice with respect to adjustments necessary because of the methods involved in the deduction procedure. The Company remittance of Union membership dues to the Union will be accompanied by a list of names, personnel numbers and station numbers of the employees for whom deductions have been made in that particular period, arranged in order of their personnel numbers. Additionally, the Company will supply in duplicate to the office of the Union a listing of those employees who are on leave of absence; have accepted a position outside the bargaining unit; or have terminated employment with the Company. The Company will further provide a list of any employees covered by this Agreement not on Check-Off to the Union on a monthly basis.
- N. No deductions of Union dues will be made from the wages of any employee who has executed a Check-Off Form and who has been transferred to a job not covered by the Agreement, or who is on leave without pay. Upon return to work within a classification covered by this Agreement, deductions will be automatically resumed provided the employee has not revoked the assignment in accordance with this Article, and provided it is in accordance with the other appropriate provisions of this Article and of the Railway Labor Act, as amended.
- O. An employee who has executed a Check-Off Form and who resigns or is terminated from the employ of the Company for reasons other than layoff will be deemed to have automatically revoked his assignment and if reemployed, further deductions of Union dues will be made only upon execution and receipt of a new Check-Off Form as governed by the provisions of paragraph B above. Upon return from layoff, leave of absence, or reinstatement from disciplinary discharge to work within a classification covered by this Agreement, deductions will be automatically resumed. In cases where Check-Off is not reinstated by the Company due to mechanical or software errors, the Company will collect the back dues at a maximum of fifty (50) dollars per month and remit to the Union, provided the employee has not revoked the assignment in accordance with this Article, and such deductions are in accordance with the other appropriate provisions of this Article and of the Railway Labor Act, as amended.
- P. Collection of any back dues owed at the time of starting deductions for any employee, and collection of dues missed because the employee's earnings were not sufficient to cover the payment of dues for a particular pay period, will be the responsibility of the Union and will not be the subject of payroll deductions.
- Q. Deductions of membership dues will be made in a flat sum 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 termination of employment, the obligation of the Company to collect dues will not extend beyond the period in which his last day of work occurs.

ARTICLE 26 - NO STRIKE – NO LOCKOUT

- A. It is the intent of the parties to this Agreement that the procedures set forth herein and in the Railway labor Act, as amended, for the resolution of disputes will serve as a means of peaceable settlement of all disputes that may arise between them and that, therefore:
1. The Company will neither cause nor permit any lockout of employees covered hereunder during the life of this Agreement; and
  2. Neither the Union nor the employees covered hereunder, both individually and collectively, will authorize, cause, sanction, or engage in any strike or job action against the Company, illegal picketing of the Company's premises, slowdown, sit-down, walkout, work stoppage, or curtailment of work of any kind, during the life of this Agreement.

ARTICLE 27 - SAVING CLAUSE

- A. Should any term or provision herein be rendered invalid, such invalidation will not affect the remaining terms and provisions of this Agreement which will remain in full force and effect.
  
- B. In the event of invalidation, unless otherwise required by law, either the Company or the Union may, upon thirty (30) days written notice, request negotiations concerning modifications or amendment of the invalidated provision or provisions and such negotiations will commence within fifteen (15) days from the date of receipt of said notice.

ARTICLE 28 - HEALTH & SAFETY

- A. No employee will be required to participate in a bomb scare investigation / search against his wishes.
- B. The Company will provide protective devices and other equipment necessary to meet safety regulations and safety standards and will make provisions for the health and safety of the employee during hours of employment. The Company will also make available adequate rain and cold weather gear, and hearing protection. The Company will provide goggles gloves and face masks to those employees assigned the deicing function at Company expense.
- C. The Company agrees to maintain safe, sanitary conditions all Company shops and facilities.
- D. The Company will provide adequate heating in all shops and facilities.
- E. In order to eliminate accidents, illness and unsafe and unsanitary conditions a joint Company / Union safety committee will be established. It will be the duty of this committee to see that all state and local health and safety regulations are complied with, that safety equipment is being used and that safety practices and procedures are being followed.
- F. 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(s). The System Joint Safety Committee will consist of a representative of the Transport Workers Union International and a representative of the Company's Safety office. If the issue(s) is / are not resolved by the System Joint Safety Committee, either representative may submit the issue(s) on appeal to the Board of Adjustment in accordance with the provisions of Article 22 of the labor Agreement.

ARTICLE 29 - DURATION OF AGREEMENT

This Agreement shall become effective as of October 1, 2004. It shall continue in full force and effect until and including October 1, 2007, and shall renew itself until each succeeding October 1st thereafter, except that a written notice of intended change may be served in accordance with Section 6, Title I of the Railway labor Act, as amended, by either party hereto at least sixty (60) days prior to October 1,2007.

IN WITNESS WHEREOF, the parties hereto have signed this Agreement this

15th day of October, 2004.

TRANSPORT WORKERS UNION  
OF AMERICA, AFL-CIO

AMERICAN EAGLE  
AIRLINES, INC.

Mike O'Brien  
International President

Peter M. Bowler  
President

James C. Little  
International Executive Vice President  
Air Transport Director

R. Stan Henderson  
Chief Operations Officer

John M. Orlando  
International Vice President

Jonathan D. Snook  
Senior Vice President  
Customer Service

Joseph C. Gordon  
International Representative

Rose M. Doria  
Vice President  
Employee Relations

EXECUTIVE AIRLINES, INC

Gary E. Ellmer  
President

Witness:

Barry Arbelius

Alan B. Treadwell

Wesley E. Alamo

Luis A. Torres

Ramon E. Hernandez

Dianne E. Taber

LETTER A

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

Procedures for Finalizing Awards: The following procedures are provided in order to standardize the arbitration process and avoid any controversy regarding the deliberations and discussions associated with the publication of System and Area Boards of Adjustment awards:

1. Executive Sessions for every case should take place at the conclusion of the hearing or at such time as agreed upon by a majority of the Board at the conclusion of the Hearing. This postponed session may be necessary due to the submission of briefs or other post-hearing issues, and should be the exception, not the rule.
2. An arbitrator's draft decision, distributed to the Board unsigned, may be changed to any extent agreeable to a majority of the Board. A written decision once executed and signed by the neutral arbitrator, will only be modified as to content by agreement of all Board members.
3. The Board members are not to discuss the decision of the Board with anyone other than the Board members prior to the publication of the award by the Administrator of the System Board.
4. No ex parte communication concerning the case (that is, discussion held without the presence of the full Board) is permitted at any time.
5. The details of the Board's deliberations must be held confidential by virtue of the Boards intended neutrality. No Board member should divulge the nature or content of the discussions held between the Board members in reaching their decision.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER B

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, Texas 76054

Dear Mr. Orlando,

This letter will confirm our understanding reached during negotiations, that if there is an investigation of sexual harassment and the charged employee is found to be exonerated of the charges, no entry regarding the charge or investigation will be made in the CR1. Any entry previously made will be deleted from the CR1.

In other cases, a CR1 entry, if any, will reflect the nature of the discussion with the employee. As always, the employee has the prerogative of reviewing the CR1 entry and providing any additional information desired.

This will in no way preclude the Company from discussing policy as related to investigations.

If the above accurately reflects your understanding of our agreement, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER C

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, Texas 76054

Dear Mr. Orlando,

This letter will confirm our understanding reached during negotiations, that when an employee hereunder is coached and counseled resulting in a CR1 entry, the employee can submit a separate rebuttal to the CR1 entry, sign and date it and it will be attached to the related CR1. The employee can request a photocopy of the related CR1 documentation.

If the above accurately reflects your understanding of our agreement, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER D

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

This will confirm our discussion during the negotiations leading up to the signing of the labor Agreement effective October 1, 2004.

This letter will clarify our understanding and intent of discussions during recent negotiations in regard to Article 14 - Transfers and Promotions D1F and D2F.

It is understood that an employee who accepts a transfer request will report to their new assignment within fourteen (14) days of acceptance. In the event that the Company, due to operational concerns, requires an employee to remain in his current position for a period of time beyond the fourteen days expressed by the collective bargaining Agreement, the employee's base rate of pay will be the greater of his current base rate of pay or the base rate of pay associated with the new assignment from the fifteenth day after acceptance of the transfer to the new assignment until the actual date of the transfer.

In no event will the employee be withheld from reporting to his new assignment for a period greater than 30 days.

If the transfer to the new assignment causes the employee to incur a new occupation or classification seniority date, such seniority will accrue beginning with the earlier of the actual date of transfer or the fifteenth day following acceptance of the transfer to the new assignment.

If the above accurately reflects your understanding, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER E

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

This will confirm our understanding reached during negotiations in which the parties agree that the intent of Article 14C is to post and select candidates from a station in which a Technical Crew Chief position is to be assigned. If there are no qualified local candidates the alternative is to apply a system-wide selection process to fill the Technical Crew Chief position.

It is agreed in such cases, that upon request, the Vice President, Maintenance for American Eagle Airlines and the International Vice President of the Air Transport Division, Transport Worker's Union will meet to review the merits of the disqualification of the local candidates prior to selecting a qualified candidate from the system.

If the above accurately reflects your understanding of our agreement, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER F

April 28, 1998

Mr. James C. Little  
International Representative  
Transport Workers Union  
1848 Norwood  
Suite 112  
Hurst, TX 76054

Dear Mr. Little,

This letter will confirm our understanding reached during negotiations whereby the Company offers to continue to provide a Company contribution for employee savings deferred in a 401(k) plan.

The details are outlined in the employee's handbook.

Additionally, this letter will confirm our understanding reached in which the Company agrees that in the event it grants to other employees at American Eagle Airlines, Inc. any improved 401(k) plan, the Company will grant the same to those employees covered under this Agreement.

Sincerely,

Dan Garton  
President  
American Eagle Airlines, Inc

Agreed to:

James C. Little  
International Representative  
Transport Workers Union

LETTER G

April 28, 1998

Mr. James C. Little  
International Representative  
Transport Workers Union  
1848 Norwood  
Suite 112  
Hurst, TX 76054

Dear Mr. Little,

This will confirm our recently reached agreement with regards to COPE payroll deductions.

We agreed the Company will allow all TWU represented employees to authorize payroll deductions for this fund, on a voluntary basis only. It will be the employee's responsibility to obtain and submit an authorization card to the Company. The Company will transfer funds collected to the TWU on the same schedule used for dues transfer.

Sincerely,

Dan Garton  
President  
American Eagle Airlines, Inc

Agreed to:

James C. Little  
International Representative  
Transport Workers Union

LETTER H

April 28, 1998

Mr. James C. Little  
International Representative  
Transport Workers Union  
1848 Norwood  
Suite 112  
Hurst, TX 76054

Dear Mr. Little,

Changes have been announced to the Company's Nepotism Policy to be effective March 1, 1990. These revised rules will permit the employment of relative (defined as an employee's spouse, parent, brother, sister, brother-in-law, sister-in-law) provided that no first or second level supervisory relationship may be created at any time between such individual employees.

For purposes of first or second level supervisory relationships, crew chiefs and other bid positions under the American Eagle, Inc. / TWU Agreements will not be considered supervisory positions and therefore relatives in these positions and in non-bid position under their direction will not be in conflict with the new policy.

As outlined in the attached policy statement, each employee is responsible for ensuring he/she is in compliance with the applicable restriction of the policy. Therefore, it is agreed that no transfers or bids from incumbents of future hires, under the applicable contractual provisions, will be allowed if such transfer of bid would create a first or second level supervisory conflict as described above. It is further agreed that if any bid or transfer that would be in violation of the above policy is attempted or completed under any condition, such bid or transfer will be voided. If the above accurately reflects your understanding, please signify by signing below.

Sincerely,

Dan Garton  
President  
American Eagle Airlines, Inc

Agreed to:

James C. Little  
International Representative  
Transport Workers Union

LETTER I

April 28, 1998

Mr. James C. Little  
International Representative  
Transport Workers Union  
1848 Norwood  
Suite 112  
Hurst, TX 76054

Dear Mr. Little,

This letter will confirm our understanding reached during the recently concluded negotiations in which the Company agrees that in the event it grants to other employees at American Eagle Airlines Inc. any additional holiday(s), vacation(s) or improved medical plans, the Company will grant the same to those employees covered under this Agreement.

Sincerely,

Dan Garton  
President  
American Eagle Airlines, Inc

Agreed to:

James C. Little  
International Representative  
Transport Workers Union

LETTER J

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

AMERICAN EAGLE/AMERICAN AIRLINES EMPLOYMENT PROGRAM

The purpose of this program is to increase the opportunities for qualified Eagle employees to be hired at American Airlines. Inc. for the positions of:

Aviation Maintenance Technician  
Overhaul Support Mechanic  
Parts Washer  
Aircraft Cleaner  
Plant Maintenance Mechanic  
Plant Maintenance Man  
Utility Man  
Cabin Cleaner  
Building Cleaner  
Stock Clerk  
Fleet Service Clerk  
Ground Serviceman  
Dispatcher

General Qualifications

1. Employees which are on any step of the PPC or ACP programs are not eligible.
2. Employee has passed all levels of training offered during this period.
3. Licenses as required by the position applied for.

Qualifications for M & E Employees

1. Employee has completed 36 months of service with Eagle.

Qualifications for Ramp Employees

1. Employee has completed 24 months of service with Eagle.

Qualifications for Dispatch Employees

1. Employee has completed 36 months of service with Eagle.

General Rules

1. After completing the required length of service with American Eagle Airlines Inc. or its associated subsidiaries. American Eagle Airlines will accept applicants whom desire to be employed by American Airlines. This program will be administered by American Eagle Airlines and all documentation and requests for positions at American Airlines under this procedure will be handled by the American Eagle Coordinator.

2. Applicants meeting the above listed qualifications will be placed on a preferred hiring list.
3. American will afford qualified American Eagle employees on the preferred hiring list the opportunity for open positions prior to interviewing candidates from companies outside of AMR and in accordance with #4 below:
4. American will extend to qualified American Eagle Airlines employees at least one (1) out of four (4) vacancies that remain after American Airlines internal transfer procedures are complied with.
5. No more than ten (10) Ramp Service employees per classification per station per month will be permitted to leave American Eagle Airlines under this procedure. No more than ten (10) percent of Maintenance and Engineering employees per classification per station per quarter will be permitted to leave American Eagle Airlines under this procedure. No more than five (5) percent of the Dispatch employees per six months will be permitted to leave American Eagle Airlines under this procedure.
6. The preferred hiring list provided by American Eagle Airlines will be forwarded to American Airlines upon a request from American Airlines that a job vacancy exists under #3 above.
7. The employee is responsible for having his/her name on the list. (Which will include the location/s the employees wishes to be considered for), providing American with a fully completed application and resume and ensuring the Employee Information Record (EIR) is up to date.
8. Employee must pass any qualification tests administered by American Airlines.
9. Employee must pass any Drug and Alcohol tests as administered by American Airlines. Any failures of these tests are cause for immediate corrective action up to and including discharge from AMR.
10. Any refusal of a job offer from American Airlines will result in a permanent bar from transferring to American Airlines under this policy.
11. Lists will be forwarded quarterly to the Transport Workers Union International.
12. American may spread the hiring dates as required to meet its goals.
13. Employee will retain and carry Company seniority to their new position but other seniority and benefits will be as provided at the new position. Vacation accrued at the time of leaving American Eagle Airlines will be paid off at the appropriate rate and will not be carried over to the new position.

Any American Eagle Airlines employee who is hired at American Airlines will serve a new probationary period. Failure to complete the probationary period successfully will result in termination from American Airlines. The employee who fails to pass probation will not have any rights (including bumping back) to return to his/her former position at American Eagle Airlines, Inc.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER K

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

This will confirm our discussion during the negotiations leading up to the signing of the labor Agreement effective October 1, 2004.

In recognition of the ratification of this Agreement, the parties have agreed upon a signing bonus. All members currently on payroll and those members who are an inactive status but eligible to vote qualify for the signing bonus as outlined below upon return to active payroll.

Transport Workers Union members with occupational seniority from:

6 months – 4 years	\$250.00
5 – 9 years	\$500.00
10 – 12 years	\$750.00
13 + years	\$1000.00

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER L

April 28, 1998

Mr. James C. Little  
International Representative  
Transport Workers Union  
1848 Norwood  
Suite 112  
Hurst, TX 76054

Dear Mr. Little,

This letter will confirm our understanding reached during negotiations whereby the Transport Workers Union agrees that the following specific procedures will be followed for all TWU employees based in SJU in regards to Article 21 of the American Eagle Airlines / TWU Labor Agreement:

If any decision made by the Company under the provisions of Article 21 is not appealed by the employee affected within the time prescribed herein for such appeals or if the grievance is not presented within the time specified in Article 21, the decision of the Company shall become final and binding.

Furthermore, if the decision to be made by the Company under the provisions of Article 21 is not made within the time limits prescribed herein for such decision, the grievance of the employee shall be granted.

All other provisions of Article 21 of the American Eagle Airlines / TWU Labor Agreement shall remain in effect and are not deemed to be altered or amended in any other way.

If the above accurately reflects your understanding of our agreement, please signify by signing below.

Sincerely,

Dan Garton  
President  
American Eagle Airlines, Inc

Agreed to:

James C. Little  
International Representative  
Transport Workers Union

LETTER M

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

This will confirm our understanding reached during negotiations concerning the following employees who were hired in SJU prior to January 1, 1999:

Emp #	Employee Name	Emp #	Employee Name
328065	ROSARIO JOSE	431710	DE JESUS EFRAIN
328067	PADRO JUAN	417646	DEL VALLE ALBERTO
406707	CRUZ FELIX	489036	ADORNO EFREN
406720	GONZALEZ LLOYDIE	195122	RIVERA LUIS
415068	GUTIERREZ ANGEL	328054	BRACERO DAVID
417336	DE LA VEGA RAFAEL	417563	IZQUIERDO CARLOS
417461	ONEILL CARLOS	417639	COLON LUIS
417467	ALAMO WESLEY	350997	RAMIREZ EDGAR
417584	MALDONADO LUIS	432050	RIVERA GLENN
431550	DIAZ FRANKIE	432461	MARTINEZ VICTOR
431551	GONZALEZ JOSUE	377577	RIVERA ROBERT
431587	GARCIA JOSE	489156	CRUZ ISMAEL

The above mentioned employees will have their Classification Seniority date adjusted to match their Occupational Seniority date. It is understood that such adjustment is intended to prospectively correct any pay inequity that may have existed prior to this agreement and will not result in any retroactive payment. This adjustment to their Classification Seniority date will become effective October 1, 2004.

Emp #	Employee Name	Emp #	Employee Name
350901	DAVILA SIGFREDO	432401	LABOY FELIX
432404	SANTOS JOSE		

The above mentioned employees will have their Classification Seniority date adjusted to match their Occupational Seniority date less time out due to a reduction in force or a previous letter of agreement. It is understood that such adjustment is intended to prospectively correct any pay inequity that may have existed prior to this agreement and will not result in any retroactive payment. This adjustment to their Classification Seniority date will become effective October 1, 2004.

If the above accurately reflects your understanding of our Agreement, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER N

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

This will confirm our understanding reached during negotiations in which the Company agrees that the Vice President, Maintenance of American Eagle or his designee, will provide a quarterly report to the Director of the Air Transport Division, Transport Workers Union, listing the aircraft maintenance work that has been contracted out during the previous quarter.

If the above accurately reflects your understanding of our agreement, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER O

April 28, 1998

Mr. James C. Little  
International Representative  
Transport Workers Union  
1848 Norwood  
Suite 112  
Hurst, TX 76054

Dear Mr. Little,

This will confirm our discussions during the negotiations leading up to the signing of labor Agreements effective April 28, 1998. During these discussions we discussed the Bureau of Arbitration and Conciliation of the Department of Labor of Puerto Rico. We have agreed on a trial basis to utilize this avenue to hear cases that are appealed in accordance with Article 22 of the collective bargaining Agreement from employees based in San Juan, Puerto Rico.

Both parties may terminate this trial upon written notice to the other party and all cases will thereafter be handled in accordance with the provisions of the labor Agreement. In addition, if either party does not wish a particular case to be heard by this tribunal, they can, upon written notice to the other party, schedule the case under the provision of the labor Agreement.

Sincerely,

Dan Garton  
President  
American Eagle Airlines, Inc

Agreed to:

James C. Little  
International Representative  
Transport Workers Union

LETTER P

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

Those grandfathered employees who are currently performing avionics duties and are receiving a \$0.75 / hr avionics premium will continue to receive this premium under the following conditions:

It is understood that the grandfathered avionics employees who possess A & P licenses will perform Aircraft Maintenance Technician duties that are associated with their job functions as an Avionics Technician.

It is understood that if a grandfathered Avionics Technician employee should leave his current position, he will relinquish the \$0.75 / hr premium.

It is also understood that if a grandfathered Avionics Technician employee returns to the avionics position, he will not be entitled to receive the \$0.75 / hr premium.

If the above accurately reflects your understanding, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER Q

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

This will confirm our discussion during the negotiations leading up to the signing of the labor Agreement effective October 1, 2004.

During these discussions it was agreed that the Stock Clerk premium test and \$0.40 premium would be eliminated with the implementation of the new Inventory Control Specialist pay scale. A committee comprised of Union and Company employees identified a pay inequity on employees currently on pay steps 5, 6, 7 and 8 of the new pay scale for employees currently receiving the \$0.40 stock clerk premium. Therefore, those employees that have been identified by the Union and the Company will continue to receive an additional \$0.40 override for twelve (12) months from the date of signing (DOS). Thereafter, they will progress onto the published pay scale.

If the above accurately reflects your understanding, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER R

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

This will confirm our understanding reached during negotiations in which the parties agree due to Marquette's unique work environment, the provisions of Article 17D1 will not apply to those employees covered by this Agreement who are employed at the Marquette Maintenance base.

In the event of an emergency or when there are insufficient or no volunteers for a field trip, the procedures set forth in the local field trip agreement between the Company and the Union will apply at the Marquette Maintenance base.

If the above accurately reflects your understanding of our agreement, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER S

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

This will confirm our understanding reached during negotiations in which the parties agree that all area grievances docketed for System Boards hearings from the Marquette Maintenance base, specifically involving discipline and discharge cases, are to be held in Gwinn, Michigan.

If the above accurately reflects your understanding of our agreement, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER T

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

This will confirm our discussion during the negotiations leading up to the signing of the labor Agreement effective October 1, 2004.

The Company agrees that it will provide to its employees in Puerto Rico who are represented by the Union those entitlements which it is legally required to provide to them under the laws of the Commonwealth of Puerto Rico, as properly amended from time to time by the Commonwealth.

If the above accurately reflects your understanding, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER U

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

During negotiations, the Transport Workers Union raised an issue concerning the Ground Support mechanics that are required to operate Company vehicles that require a Commercial Drivers License (CDL).

It is agreed that, in those locations where such vehicles exist, those employees that obtain their CDL and maintain it, will be paid a \$1.00 / hr higher capacity pay rate for all hours worked. This higher capacity pay is to include accruals for sick pay, vacation pay and holiday pay. It will not be compounded for overtime rates. Additionally, the higher capacity rate of pay will remain in effect only as long as the employee remains in that job classification/title group in that location. It is understood that if the employee should leave the job classification/title group or location, he will relinquish the higher capacity pay.

Should the Company discontinue or eliminate the use of the vehicle that requires the CDL the Company reserves the right to eliminate the higher capacity pay for that location.

Nothing will preclude the parties from negotiating a skill premium in lieu of the higher capacity rate of pay.

If the above accurately reflects your understanding, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER V

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

This will confirm our discussion during the negotiations leading up to the signing of the labor Agreement effective October 1, 2004.

During these discussions it was agreed that the Aircraft Cleaners would be slotted onto the current Ramp Service pay scale prior to being slotted onto the new Aircraft Cleaners pay scale.

If the above accurately reflects your understanding, please signify by signing below.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union

LETTER W

October 15, 2004

Mr. John Orlando  
International Vice President  
Transport Workers Union  
1791 Hurstview Drive  
Hurst, TX 76054

Dear Mr. Orlando,

This will confirm our understanding that Article 6 F will not be implemented until January 1, 2005.

Sincerely,

Rose Doria  
Vice President, Employee Relations  
American Eagle Airlines, Inc

Agreed to:

John Orlando  
International Vice President  
Transport Workers Union