

March 24, 2020

Lori Bassani, National President Association of Professional Flight Attendants 1004 West Euless Boulevard Euless, TX 76040-5018

### RE: Lineholder Pay Protection Exception for March 2020 (non-IPD sequences) & April 2020

Dear Lori:

This letter will confirm our agreement regarding a pay protection exception for lineholder Flight Attendants for March 2020 (March 2 – 31, 2020) and April 2020 (April 1 – May 1, 2020). As a result of the extraordinary number of flight cancellations related to COVID-19, the Company will make a one-time exception to Section 10 of the 2014 AA/APFA Joint Collective Bargaining Agreement (JCBA) and offer pay protection to Affected Flight Attendants as follows:

- 1. "Affected Flight Attendant" under this agreement is a lineholder Flight Attendant who has a flight(s) or a full sequence cancellation(s) resulting in a loss of time from the scheduled sequence value during the contractual month of March 2020 (non-IPD sequences) and April 2020.
- The terms of this agreement provide the pay protection provisions for the bid month of March (non-IPD sequences) and April 2020. In addition to these terms, however, Section 10.J.9-11, 10.K. and 10.L. shall also apply. No other pay protections will apply for the bid months of March (non-IPD sequences) and April 2020.

### March 2020 (non-IPD sequences) (March 2 – 31, 2020)

- 3. March 2020 (non-IPD sequences) will apply the same protections as outlined below for April 2020 and the Company will make every effort to pay the March 2020 protections as soon as practicable.
- 4. March 2020 IPD sequence cancellations will continue to be handled in accordance with the procedures outlined in the March 12, 2020 letter of agreement.

### April 2020 (April 1 – May 1, 2020)

5. A Flight Attendant will have an April guarantee (up to a maximum of 75:00) based on the value of the PBS original line value:



PBS Original Line Value	April Guarantee	
<u>&gt;</u> 75:00	75:00	
<u>&gt;</u> 71:00 − 74:59	71:00	
<71:00	PBS Original Line Value minus 5:00	

- This pay protection exception is a line protection for lineholders and does not include premiums. The final protected amount will be calculated during monthly closeout for April 2020 by comparing the Pay Projection (PPROJ)\* including all trips flown (ETB, TTS, UBL, PBS), carryover time, vacation time, paid sick, etc.;
  - a. If PPROJ is greater than April guarantee, no action needed
  - b. If PPROJ is less than April guarantee, add the value of lost time (scheduled vs. actual sequence value) due to cancelled flight(s) within a sequence and full sequence cancellation(s) in an amount up to, but not exceeding April guarantee

\* Any applicable Voluntary Extension (VE) and/or Red Flag Pay is paid separately and are not part of the comparison to the line value.

# Example 1:

FA was awarded a PBS original line value of 80:00 and end of month projection of 68:00. The April guarantee was 75:00. FA's actual line includes a 9:00 loss of time due to flight cancellations. FA is paid the difference between the end of month projection of 68:00 and the April guarantee of 75:00, so 7:00 of the 9:00 loss of sequence value is applied to bring the FA to the 75:00 April guarantee.

PBS Original	April	End of Month	Loss of Sequence	Actual Pay
Line Value	Guarantee	Projection	Value Due to CXLD	Protection
80:00	75:00	68:00	9:00	7:00

## Example 2:

FA was awarded a PBS original line value of 80:00. The April guarantee was 75:00. FA's actual line includes a 15:00 loss of time due to flight cancellations. FA also dropped 2 trips worth 40:00. FA is paid the end of month projection of 25:00 plus the 15:00 loss of sequence value to bring the FA to 40:00 for the month.

PBS Original	April	End of Month	Loss of Sequence	Actual Pay
Line Value	Guarantee	Projection	Value Due to CXLD	Protection
80:00	75:00	25:00	15:00	15:00

# Example 3:

FA was awarded a PBS original line value of 80:00. The April guarantee was 75:00. FA's entire month cancels. FA is paid the difference between the end of month projection of 00:00 and April guarantee of 75:00, so 75:00 of the loss of sequence value is applied to bring the FA to 75:00 for the month.



PBS Original	April	End of Month	Loss of Sequence	Actual Pay
Line Value	Guarantee	Projection	Value Due to CXLD	Protection
80:00	75:00	00:00	80:00	

#### Example 4:

FA was awarded a PBS original line value of 55:00. The April guarantee was 50:00. FA has 15:00 loss of time due to flight cancellations. FA is paid the difference between the end of month projection of 40:00 and April guarantee of 50:00, so 10:00 of the loss of sequence value is applied to bring the FA to 50:00 for the month.

PBS Original	April	End of Month	Loss of Sequence	Actual Pay
Line Value	Guarantee	Projection	Value Due to CXLD	Protection
55:00	50:00	40:00	15:00	10:00

### Flight Attendant requirements for March (non-IPD) and April pay protection

7. There is no obligation to recover lost time and no Direct Connect required by the Flight Attendant to receive this pay protection.

#### APFA agrees to the following:

- 8. APFA agrees to a delayed opening for the TTS/ETB bidding process for April 2020.
- 9. APFA agrees to not file or move to arbitration any disputes regarding March (including March IPD) and/or April 2020 pay protections or bidding timelines related to this agreement, except any dispute to enforce this agreement.
- 10. APFA agrees the Company can use mass CCI notifications for schedule changes, including cancellations during the months of March and April 2020.
- 11. APFA agrees to allow the Company to adjust the May 2020 PBS bidding window as needed.

This agreement is non-precedent setting and non-referable. Also, it is understood that the provisions of the 2014 AA/APFA Joint Collective Bargaining Agreement, except as specifically modified or excepted by this letter, shall apply in all respects.



Sincerely,

Cindi Simone Managing Director Labor Relations

Agreed to by:

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Date 03/24/2020

Lori Bassani, National President Association of Professional Flight Attendants

cc: Jill Surdek JC Gulbranson Sam Mendenhall Liz Geiss Vince Heyer

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