

Status of Negotiations at Mediation Filing

August 10, 2009

At the opening of our negotiations on April 6, 2009 we presented a 148-page Opening Proposal of the Contractual improvements you determined were our priorities through Member negotiations surveys, discussions at the Roadshow in the fall of 2008, feedback to your Local Council and direct interaction with our Negotiating Committee. On the same day management presented a 4-page letter of generalities with concessionary verbiage in reference to pay, healthcare, work rules, job security and quality of work life.

After 14 weeks of negotiations we have yet to receive a comprehensive proposal from management, although we have discussed 28 of the 35 Sections of the Contract. The following is a summary reminder of our proposal set in contrast to the proposals made by management. Keep in mind this is just a summary and may not include full review of our collective goals as contained in our 148-page Opening Proposal. View our Opening Proposal document and Video any time at: www.unitedafa.org/contract/negotiations.

Each Section of the Contract will achieve a "TA" or "tentative agreement" between the parties prior to a final agreement. Sections tentatively agreed (T.A.) upon are not final until a final agreement has been reached.

Book = Current Contract

Section 1 – Recognition		Section 2 – Definitions	
AFA <ul style="list-style-type: none"> • Book 	United Management <ul style="list-style-type: none"> • Other employees or vendors to perform Flight Attendants' work 	AFA <ul style="list-style-type: none"> • Increase holidays • Same day reassignment ("fake 3-day" fix) 	United Management <ul style="list-style-type: none"> • Decrease holidays • CRAF, MAC, Hawaii, Caribbean, Canada, Mexico, Central and some South America domestic flying with domestic pay & work rules. • HNL domestic domicile
Section 3 - Union Activity		Section 4 – General	
AFA <ul style="list-style-type: none"> • Increase FPL • Union office space • No use of disapproved hotels 	United Management <ul style="list-style-type: none"> • Reduce FPL • Restrict Union Travel • Eliminate requirement for eating facilities to be on site at layover hotels (3.K. Layover Hotels) 	AFA <ul style="list-style-type: none"> • Increase PTO • No fee for CJA • Reciprocal Cabin Seat Agreements • Recording of Crew Desk • International domiciles direct deposit • International On-Board rest facilities improvement • Signature required mail 	United Management <ul style="list-style-type: none"> • Eliminate PTO • Deny CJA on weight restricted flights • Increase minimum amount of adjustment check to \$200 • Eliminate flight crew lounges for sits over 3 hours • Intentional selective deviation from staffing standards
Section 5 – Compensation		Section 6 - Expenses, Transportation & Lodging	
AFA <ul style="list-style-type: none"> • Increase pay • Increase reserve guarantee and override • Merged pay scale • Longevity • Drafting pay • Penalty pay 	United Management <ul style="list-style-type: none"> • No proposal 	AFA <ul style="list-style-type: none"> • Increase expenses • Downtown for layovers over 15 hours • Increase crew meals • Actual reimbursement for cab or transportation • Increase parking reimbursements 	United Management <ul style="list-style-type: none"> • 32 hours – Downtown • \$20 payment for not using layover hotel (contingent) • Intl layover hotel room – wait 2 hours before self help • Credit card or cash deposit at check-in at layover hotels • No hotel for sits under 5 hrs • Eliminate crew meals

Section 7 - Hours of Service & Contractual Legalities		Section 8 - Minimum Pay and Credit	
AFA <ul style="list-style-type: none"> • Increase RSV # of days off • Shorten duty day • Increase legal rest • Improve crew rest • Key-in-hand 	United Management <ul style="list-style-type: none"> • Eliminate Quarter System • Eliminate rest provisions: <ul style="list-style-type: none"> • 8-in-24 • 30-in-7 • 1-in-7 • Extend Maximum Duty Time to 17 hours, or more when last segment is Deadhead • Reduce Legal Rest to 8 hrs • Expand Field Layovers to a hotel within approximately 30 minutes of airport • Weaken the limitations on Night-Into-Day Flying 	AFA <ul style="list-style-type: none"> • Increased duty rigs • 8.J. reassignments • Drafting pay • Increase call out pay • Full pay for holding 	United Management <ul style="list-style-type: none"> • Eliminate minimum duty rigs (5/10/15/20) • Reduce trip rig – time away from home (1 for 4) • No longer pay the greater of actual or scheduled • Holding time paid after 1 hr
Section 9 - Flight Assignments & Scheduling Procedures		Section 10 – Reserve Scheduling Procedures	
AFA <ul style="list-style-type: none"> • Increase staffing • Reassignment pay • Trip trading improvements • Lower line averages • No conversion from DHD for service enhancement • Eliminate required purser qualification for domestic 	United Management <ul style="list-style-type: none"> • Increase line of flying average • Eliminate the printing of all bid materials • Expand language qualified positions to domestic and double the number • Restrict # of buddy bids • Prevent trades that lower lines below 50 hours 	AFA <ul style="list-style-type: none"> • Improve Reserve Scheduling procedures - preferencing • Improve Reserve trading procedures • No more than 3 conversions to Ready per month • No more than 3 STBY assignments per month • Increase Reserve days off 	United Management <ul style="list-style-type: none"> • Eliminate Ready Reserve 4 hrs notice prior to departure • Standby Reserves to be assigned to board/deplane flights and perform pre-departure duties when not assigned as a working crewmember
Section 11 - Deadheading		Section 12 – International	
AFA <ul style="list-style-type: none"> • Seating assignments and upgrade procedures • Economy Plus and exit row seat booking for Economy 	United Management <ul style="list-style-type: none"> • ½ credit for DHD • Booked in Economy for all DHD 	AFA <ul style="list-style-type: none"> • Reassignment & drafting pay • Reduce duty day • Increase legal rest • West Coast and Hawaiian turn restrictions • Eliminate selection and increase Purser Training • Purser discretion for Onboard rest 	United Management <ul style="list-style-type: none"> • No Proposal
Section 13 - Military Airlift Command		Section 14 - Temporary Duty Assignment (T.A.)	
AFA <ul style="list-style-type: none"> • Book 	United Management <ul style="list-style-type: none"> • MAC as domestic flying 	<ul style="list-style-type: none"> • Book 	
Section 15 - Training and Meetings		Section 16 – Uniforms	
AFA <ul style="list-style-type: none"> • Full pay for training and travel • AFA approved hotel • Increase IST Training 	United Management <ul style="list-style-type: none"> • Eliminate 3-hour min pay guarantee • Flight Attendants removed from schedule subject to 8.J. reassignments. • Eliminate 1-in-7 protection 	AFA <ul style="list-style-type: none"> • No advertising on uniforms • Clarify uniform points • Clarify for wool allergies 	United Management <ul style="list-style-type: none"> • Eliminate restriction on other employee groups wearing Flight Attendant uniforms

Section 17 - Seniority		Section 18 – Vacations	
AFA <ul style="list-style-type: none"> • 7 year accrual while on Medical Leave of Absence 	United Management <ul style="list-style-type: none"> • Flight Attendants who transfer to Onboard Management to retain and accrue seniority indefinitely 	AFA <ul style="list-style-type: none"> • Increase vacation days • Increase vacation pay • Increase allocation for interim bids 	United Management <ul style="list-style-type: none"> • Decrease vacation days • Withhold 25% of allocation during annual vacation bid process • Eliminate vacation pay advance
Section 19 - Sick Leave		Section 20 - Physical Examinations (T.A.)	
AFA <ul style="list-style-type: none"> • Increase sick leave accrual • Occupational continuance • Direct deposit for Occupational reimbursement • Cash out of sick leave bank at retirement or resignation • Use of sick leave for family member 	United Management <ul style="list-style-type: none"> • No Proposal 	<ul style="list-style-type: none"> • Book 	
Section 21 - Reduction in Personnel		Section 22 - Filling of Vacancies	
AFA <ul style="list-style-type: none"> • Clarify Probationaries' ability to participate in Voluntary Furlough 	United Management <ul style="list-style-type: none"> • Eliminate furlough rebid – prevent those on current voluntary furlough from participating in new furlough 	AFA <ul style="list-style-type: none"> • Increase COMAT • Right of return to closed domiciles • Right of return for surplus • Ability to transfer while on leave • Secure visas for Intl Domicile closure 	United Management <ul style="list-style-type: none"> • Eliminate settling time for all voluntary transfers including new domiciles • Eliminate hotel for new hires or for newly established domiciles • Eliminate annual BP-3 for Intl Domiciles
Section 23 - Leaves of Absence		Section 24 - Moving Expenses	
AFA <ul style="list-style-type: none"> • Medical Leave of Absence increase to 7 years • Increase maternity, paternity, adoption leave to 180 days • FMLA improvements • Ability to be awarded new leave from leave status 	United Management <ul style="list-style-type: none"> • Eliminate military leave protection for non-US citizens. • Elimination of 12 month minimum on LOA before Flight Attendant kept off pay status until re-qualified 	AFA <ul style="list-style-type: none"> •Book 	United Management <ul style="list-style-type: none"> • Eliminate moving expenses for new domiciles
Section 25 - Personnel File (T.A.)		Section 26 - Grievance Procedures	
<ul style="list-style-type: none"> • All complaint letters/inflight observations removed after 12 months • Extend time to place reports in Flight Attendants' Personnel File by 6 days after receipt at domicile 		AFA <ul style="list-style-type: none"> •Book 	United Management <ul style="list-style-type: none"> • MEC grievance to be filed within 60 days (26.D.) • LEC grievance to be filed within 60 days (26.E.)
Section 27 - System Board of Adjustment		Section 28 - Missing, Internment, Prisoner of War Benefits (T.A.)	
AFA <ul style="list-style-type: none"> • Provision to ensure 80 days of System Board are used 	United Management <ul style="list-style-type: none"> • 3-person Board for discipline 	<ul style="list-style-type: none"> •Book 	

Section 29 - Worker's Compensation Benefits		Section 30- Union Security	
AFA • Book	United Management • No Proposal	AFA • Clarify dues collection	United Management • Modify Union Security and the processing of dues
Section 31 - Safety and Health and Security		Section 32 - Savings Clause (T.A.)	
AFA • Request for information • Access to secure areas • Fatigue protection • Air quality protection • Pesticide protection	United Management • Book	• Book	
Section 33 - Benefits		Section 34 - Retirement	
AFA • Premiums lowered & capped • Coordination of benefits • Improve prescription drug program • Modernize health and wellness charts • Short term disability • Lower retirement age to 50	United Management • No proposal	AFA • Increase direct contribution and match to 401(k) or equivalent • Roth IRA • Annuity feature	United Management • No proposal
Section 35 - Duration (and Letters of Agreement)		Hotel Standards	
• Parties have discussed only current Letters of Agreement without contemplated changes		AFA • Incorporate into Agreement	United Management • Lower overall standards • Eliminate personal checks cashing at hotels • Decrease in hotel safety requirements • Eliminate requirement for eating facilities to be on site at layover hotels

