Supplemental Update



Legal RequirementsWhich changes are necessitated by law





State Bank vs. CBA Bank
Clarifying proposed differences





Retirement Payout
Improved percentages & estimated payout





Verification Periods
When verification can/can't be required



16: Sick Leave/On the Job Injury

32: Attendance Policy



Legal Requirements





Minimum accrual of protected sick leave

Not required for additional accrual to be protected



No discipline for protected sick leave

Discipline/points allowed for additional sick leave



Verification of protected sick leave*
Verification legally allowed for entire year



End of year minimum rollover*

Legally allowed to remove any excess

*We negotiated limitations to the legally allowed verification process, and improvements to the end of year rollover

Please review full communication for additional important details



Sick Leave Banks



Alaska

TOTAL

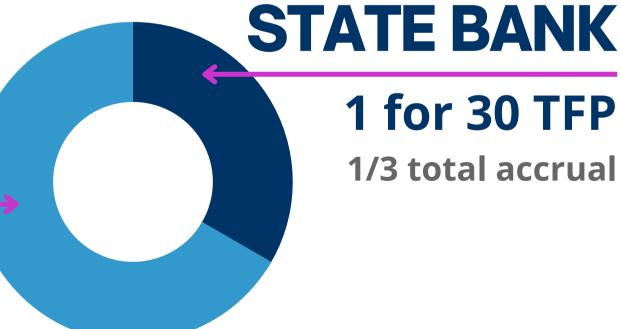
same as current accrual

TFP
Sick Leave Accrued



10 TFP
Worked or Credited

CBA BANK 2 for 30 TFP 2/3 total accrual





State Bank











Expanded coverage (preventative care, evacuation, etc.)



No attendance points (and does not impact yearly or quarterly record improvement)



Limited verification (same dates for everyone in all domiciles, maximum 10 days, 3x per year)



Yearly 100% payout or transfer of balance in excess of 40 TFP





CBA Bank











Maintained coverage



Attendance points with applicable point reduction



No verification requirement



Improved retirement payout





Retirement Payout



Improved Percentages



25% Payout (current)

0.1 - 560.9 TFP in bank at retirement



\$2 - \$8,457 at current top of scale*



50% Payout (100% increase)

561 - 849.9 TFP in bank at retirement



\$16,917 - \$25,629 at current top of scale*



100% Payout (300% increase)

850+ TFP in bank at retirement



\$51,264 - \$102,527 at current top of scale* **\$144,744** if maximum accrual increases to 2400 TFP*

*Gross pay before taxes/deductions; does not include proposed improvements on Section 21: Compensation





Using State Bank





Call Crew Scheduling to call out from a sequence



Designate State Bank

(may change designation to CBA Bank prior to the end of next worked sequence)



Submit verification if required (see below)

In Verification Period, **and** verification requirements are met:

Provide note from healthcare provider or other substantiating evidence within 10 days

Not in Verification Period **or** verification requirements are not met:

No further action required



Verification Periods



Same dates for all Flight Attendants & Domiciles

- Min. two day notice from company
- Maximum 10 days, 3x per year
- Out of pocket medical costs reimbursed
- 10 days from initial call to provide verification



Verification required:

 State Bank use for 4 or more consecutive workdays in a Verification Period



No verification required:

- First sick call occurs prior to two day advance notice
- State Bank use for 3 or less consecutive workdays
- State Bank use outside Verification Period
- CBA Bank use



Using CBA Bank





Call Crew Scheduling to call out from a sequence



Designate CBA Bank

(may change designation to State Bank prior to the end of next worked sequence)



No verification required



Optional: Complete point reduction form (if available/applicable)





Improved or Gained Provisions:

- Protected sick bank with no points
- Significant retirement payout increases
- Additional sick leave applications
- Limits or improvements to legal requirements

Maintained Provisions:

Industry leading accrual Maximum accrual*

Bank points Record improvements (*quarterly and yearly*)

Attendance point values 18-month point removal

Termination threshold Productivity Premium Program

Modified Provision:

4 point reduction forms to 3 point reduction forms Offset by flexible State Bank (no points, use multiple times throughout year, use strategically to save point reduction form for longer illness)

*proposed 41% increase



