INTERNATIONAL BROTHERHOOD OF TEAMSTERS

JAMES P. HOFFA General President

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KEN HALL General Secretary-Treasurer 202.624.6800 www.teamster.org

MEMORANDUM

TO:

LOCAL UNIONS: 26, 41, 61, 71, 89, 100, 107, 120, 171, 200, 238, 245, 312, 325, 355, 371, 391, 401, 406, 407, 414, 509, 528, 560, 600, 662, 667, 710, 728, 745, 776, 795, 833, 878, 957, and 992

Tyson Johnson, Int'l Vice President & Director, National Freight Division Ernie Soehl, Eastern Region Freight Coordinator - (LU 701) Bob Paffenroth, Western Region Freight Coordinator - (LU 63)

FROM:

Gordon Sweeton, International Vice President & Chairman

Multi- Region Change of Operations Committee

DATE:

May 4, 2016

RE:

ABF - MR-UE-01-03/2016

The following is the decision from the ABF Multi-Region Change of Operations MR-UE-01-03/2016, which was heard on Wednesday, March 30, 2016 in Kansas City, MO. The following decision was rendered:

<u>The Motion</u>: Mr. Chairman, I move the Company's proposed change of operations be approved as clarified, modified and stipulated and agreements reached between the parties on the record be a part of this decision with the following provisions:

- 1. The bidding will be afforded to active and inactive employees at the losing locations. It is also understood, as stated by the Company, that employees transferring to gaining locations as well as active employees at that location shall have sufficient work opportunities upon implementation of this change of operations.
- 2. The date of the bid posting will be April 8, and will come down April 15, and will be implemented no sooner than May 8, 2016.
- 3. Local Unions are not permitted to bid more positions by classification under the 3.7 change of operations than they are losing.
- 4. At those gaining facilities where there are employees on letter of layoff who are senior to employees transferring in, the senior employees may not exercise their seniority to bump the less senior employee unless and until such time as they are recalled by letter of recall or worked back on by the terms of their supplement to fill

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- regular available work opportunities, at with time they shall be dovetailed on the active seniority list. After which time positions will be bid consistent with the local union practice or consistent with the applicable supplement. However, in the event of a layoff, employees will be laid off in seniority order. Employees transferring to UE positions will remain in the UE position for nine months or the next semi-annual bid.
- 5. Qualified employees who are on Long-Term Disability (LTD) at the time of the bid shall be allowed to bid. In the event they are not able to claim their bid on the date of implementation, the position they bid into shall be offered, on a hold down basis, to other eligible employees at the affected losing location. The successful hold-down bidder shall be dovetailed on the applicable seniority list they bid into until such time as the LTD employee is able to claim his bid, at which time the hold-down employee will be afforded the opportunity to either return to the facility he bid out of with full dovetail seniority or remain at the hold-down facility, in which case he will be given a new seniority date as of the date the hold-down began but shall retain his present bidding and lay off seniority date for vacation purposes. Employees bidding a hold-down position shall not be entitled to any moving or lodging expenses set forth in Article 8, Section 6 of the ABF NMFA unless and until such time as it becomes evident the LTD employee will never return to work, in which case the hold-down bidder will be considered as a successful bidder at the time of the original bid and shall be entitled to all of the provisions of this decision.
- 6. Employees bidding into an Eastern Region location that has a single line seniority list (common road and local cartage seniority list) must remain in the classification they bid into for a period of one year unless the next annual bid at that location occurs at least nine (9) months after the date of implementation.
- 7. Employees transferring from the jurisdiction of one Supplemental Agreement to that of another Supplemental Agreement shall not lose their entitlement to earned vacation in accordance with the Southern Region letter of understanding. In addition, where a road driver bids a utility employee position, his vacation pay shall be calculated on a pro-rated basis under the terms of the over-the-road vacation method of calculating vacation pay he bid out of and the local cartage method of calculating vacation he bid into.
- 8. Employees who have been discharged and whose discharge is pending resolution under the applicable provisions of ABF NMFA and its Supplemental Agreements shall be afforded the opportunity to bid.
- 9. In accordance with the specific provisions of Article 8, Section 6 (a) paragraph 4 of the ABF NMFA, Pension and Health and Welfare contributions paid on behalf of redomiciled employee shall continue to be paid into each of the respective trust such contributions were being paid into prior to the date the employee relocates.
- 10. Elected or appointed full time union officials, who have the right to return to the Company with their seniority, shall be allowed to bid and if successful must claim their bid at the time they cease to become a full time elected or appointed union official or forfeit their bid.

- 11. Based on the fact the number of gaining and losing positions is at least equal, there will be no window period. However, the committee shall retain jurisdiction of this decision for a period of one (1) year to resolve any issues relative to the decision.
- 12. Moving and lodging expenses shall be paid in accordance with the provisions of Article 8, Section 6 (c) of the ABF NMFA.
- 13. Any UE positions that don't fill under this change will be filled in accordance with the ABF National Master Freight Agreement and appropriate Supplemental Agreements.
- 14. As the Company stated on record, the portion of Chicago involved in this change of operation involving Appleton, Wisconsin; Bloomington, Illinois; Fort Wayne, Indiana; Grand Rapids, Michigan; Milwaukee, Wisconsin, and the Moline UE, Illinois; Racine, Wisconsin and Rockford, Illinois have been removed from this change. The three meet and turns (Des Moines, Iowa; Eau Claire, Wisconsin, and Moline, Illinois will remain in the change). St Louis, Missouri has also been removed from this change.
- 15. Local 41 question on triples. There will be no triples pulled by any UE at any location. The meet point between Sioux Falls and Kansas City will be Onawa, Iowa.
- 16. Local 401's objections are denied.
- 17. The request of Local 776 to allow road and qualified local cartage drivers to bid on gaining positions is approved because Carlisle, PA domicile is a one line seniority domicile and has an annual crossover bid open to road and qualified local cartage drivers.
- 18. As stated on the record, the Company has agreed at the request of Local 745 to offer one road driver to move from Dallas to Waco is approved.
- 19. Unless specifically addressed in this change of operations there shall be no impact on the previous approved change decisions.
- 20. This decision is rendered under the authority of Article 3, Section 7 and Article 8, Section 6 of the ABF National Master Freight Agreement and is not intended to be in violation of or modify any of the terms of ABF's National Master Freight Agreement or any of its respective Regional Supplemental Agreements. This decision is based on the specific circumstances at the time of the hearing and shall not create a precedent, and will be subject to legal approval.

Please acknowledge receipt of this TITAN by facsimile (202-624-8722). Thank you.