# TEAMSTERS National Freight Industry Negotiating Committee

August 6, 2013

#### Dear ABF Teamster covered by the **Joint Council 40 Supplement**:

Enclosed is your ballot, voting instructions and information regarding the re-vote for your Supplement to the ABF National Master Freight Agreement. Please vote today and mail your ballot in right away—ballots must be received at the suburban Washington, D.C. post office by 10 a.m. August 28, 2013 in order to be counted.

As we have discussed in previous communications, the Union has fought hard over the past seven months to beat back the dramatic operational changes and large scale benefit cuts that ABF had sought throughout these very difficult negotiations. Recently, we have met with the company and again attempted to resolve some of the issues you have identified as impediments to reaching a fully ratified agreement. Toward that end, a Memorandum of Understanding is included with the proposed Supplement setting forth certain clarifications and modifications to the proposed Supplement. Those clarifications/modifications are:

All employees, at the employee's option, shall be entitled to split into daily increments an additional week of their vacation, above and beyond the number of weeks they were previously permitted to split into daily increments.

Furthermore, if an employee has only one week of vacation, he/she shall be permitted to split that into daily increments. All other provisions governing the use of individual vacation days shall not change. This does not, however, result in any additional vacation or alter the national vacation reduction. Rather this is intended to pertain only to the use of the vacation time.

Furthermore, please be advised that until there is a fully ratified agreement (i.e. all supplements are approved), the Company is <u>not</u> obligated to pay the additional monies (i.e. up to \$1.00 per hour per year increase to be split between the applicable funds) negotiated for your health and welfare and pension benefits under the National Economic Settlement portions of the Agreement. The impact of this failure to pay the increased rates may differ from fund to fund but the fact remains that **none of the various benefit funds will receive the increases that they have indicated they need until all Supplements have been ratified.** 

Please review the enclosed documents and cast your vote as soon as possible. Thank you for your continued support and please visit the "ABF Update" section at www.teamster.org for more information.

Your vote is very important and your committee asks that you vote "YES."

Fraternally,

James P. Woffa

James P. Hoffa,

Teamsters General President

Chairman,

National ABF Negotiating Committee

Gordon Sweeton Co-Chairman,

National ABF Negotiating Committee

Fordon Sweets

Tyson Johnson,

Director, National Freight Division

Co-Chairman, TNFINC

### Eastern Region/JC 40 Committee:

Ernie Soehl, Eastern Region Freight Coordinator

Betty Rose Fischer, Local 538

#### **MEMORANDUM OF UNDERSTANDING**

In order to complete the ratification process for the 2013-2018 ABF National Master Freight Agreement, ABF Freight Systems, Inc. and TNFINC agree to the following clarifications to the initial tentative agreement that was previously submitted to the members:

All employees, at the employee's option, shall be entitled to split into daily increments an additional week of their vacation, above and beyond the number of weeks they were previously permitted to split into daily increments. Furthermore, if an employee has only one week of vacation, he/she shall be permitted to split that into daily increments. All other provisions governing the use of individual vacation days shall not change. This does not, however, result in any additional vacation or alter the national vacation reduction. Rather this is intended to pertain only to the use of the vacation time.

| Gordon Sweeton /S/ For TNFINC | David Evans $/S/$ |  |
|-------------------------------|-------------------|--|
|                               | For the Company   |  |
| 7/31/2013                     | 7/30/2013         |  |
| Date                          | Date              |  |

# TEAMSTERS JOINT COUNCIL NO. 40 FREIGHT COUNCIL SUPPLEMENTAL AGREEMENT

Embracing the Jurisdiction of Local Unions 30, 110, 249, 261, 397, 491, 538 and 585

For the Period of April 1, 2013 through March 31, 2018 covering:

The parties reserve the right to correct inadvertent errors and omissions.

Where no reference is made to a specific Article or Section thereof, such Article and Section are to continue as in the current Master Agreement, as applied and interpreted during the life of such Agreement. Additions and new language are **bold and underlined**.

#### **PREAMBLE**

The Employer, its successors, administrators, executors, heirs and assigns (hereinafter referred to as the Employer) and the Teamsters Joint Council No. 40 Freight Division and Local Unions 30, 110, 249, 261, 397, 491, 538 and 585 affiliated with the Eastern Region of Teamsters and the International Brotherhood of Teamsters, (hereinafter referred to as the Union) agree to be bound by the terms and provisions of this Agreement.

This Supplemental Agreement is supplemental to and becomes a part of the <u>ABF</u> National Master Freight Agreement, hereinafter referred to as the "Master Agreement" for the period commencing April 1, 2008 2013, which Master Agreement shall prevail over the provisions of this Supplement in any case of conflict between the two, except as such Master Agreement may specifically permit. Questions arising out of alleged conflicts shall be submitted directly to the National Grievance Committee.

#### ARTICLE 40. SCOPE OF AGREEMENT

Section 1. Operations Covered – *No Change* 

Section 2. Employees Covered

A. - No Change

B. - No Change

C. - No Change

Section 3. City or Local Work - No Change

#### ARTICLE 41. UNION SHOP AND DUES

Section 1. – No Change

Section 2.

A. - No Change

B. New Entry Rates

#### \*\*\*REFER TO NATIONAL ECONOMIC SUMMARY IN THE MASTER AGREEMENT\*\*\*

Effective April 1, 2008 2013, all regular employees hired on or after that date shall receive the following hourly and/or mileage rates of pay:

The above rates of pay shall not apply to casual employees.

The term "current rate" is the applicable hourly and/or mileage rate of pay for the job classification including all cost-of-living adjustments under this Agreement.

#### Section 3. Definitions

A. Probationary/New Hire Employees

1. - No Change

(a) - No Change

B. Casual/Extra Employees

1. - No Change



| E-05   | Section 4 Attendence No Change   |
|--|--|
| (a) – No Change  | Section 4. Attendance – No Change  |
| (b) – No Change  | Section 5. Examination of Records – No Change                                    |
| (c) – No Change  | Section 6. Change of Operations – <i>No Change</i>                               |
| (d) - No Change  | Section 7. National Grievance Committee – <i>No Change</i>                       |
| (a) – No Change  | ARTICLE 45. GRIEVANCE MACHINERY AND UNION LIABILITY                              |
| (b) – No Change  | Section 1. – No Change   |
| (c) - No Change  | (a) – No Change  |
| (d) – No Change  | (b) - No Change  |
| ARTICLE 42. ABSENCE  |  |
| Section 1. Time Off for Union Activities - No Change       | (c) – No Change  |
| Section 2. Leave of Absence – No Change                    | (d) – No Change  |
| ARTICLE 43. SENIORITY                                      | (e) – No Change  |
| Section 1.   | (f) – No Change  |
| A No Change  | (g) – No Change  |
|  | (h) – No Change  |
| (1) - No Change  | (i) - No Change  |
| (2) – No Change  | Section 2.   |
| B. – No Change   | A. – No Change   |
| Section 2. – No Change                                     | B No Change  |
| Section 3.   | ARTICLE 46. DISCHARGE AND SUSPENSION –   |
| A. Posting – No Change                                     | No Change  |
| B. Layoffs - No Change                                     | ANo Change   |
| Section 4. Controversies - No Change                       | B No Change  |
| Section 5.   | C. – No Change   |
| A. – No Change   | ARTICLE 47. EXAMINATIONS AND IDENTIFICATION FEES                                 |
| B No Change  | Section 1. – No Change   |
| ARTICLE 44. GRIEVANCE MACHINERY                            | Section 2. – No Change   |
| Section 1. Joint Area Committee - No Change                | ARTICLE 48. HEALTH AND WELFARE –   |
| Section 2. Eastern Region Joint Area Committee – No Change | No Change in the current wording.  |
| Section 3. Functions of Committees – No Change             | Effective $4/1/03$ 13 the contribution schedule per employee per month shall be: |

## \*\*\*REFER TO NATIONAL ECONOMIC SUMMARY IN THE MASTER AGREEMENT\*\*\*

#### ARTICLE 49. PENSION PLAN

Section 1. – No Change in the current wording.

#### \*\*\*REFER TO NATIONAL ECONOMIC SUMMARY IN THE MASTER AGREEMENT.\*\*\*

- (a) No Change
- (b) No Change
- (c) No Change
- (d) No Change
- (e) No Change

ARTICLE 50. DEATH IN FAMILY - No Change

ARTICLE 51. COMPETITIVE EQUITY - No Change

ARTICLE 52. SICK LEAVE – No Change

#### ARTICLE 53. LOCAL CARTAGE PROVISIONS

#### Section 1. Pay Period

All regular employees covered by this Agreement shall be paid in full each week. Not more than one (1) week's pay shall be held on an employee, except where a different pay program has been established or approved by the Joint Area Committee.

Payment of earned vacation and unused sick leave shall be made on separate checks and not included in the regular earnings check and shall be subject to direct deposit.

The Union and Employer may by mutual agreement provide for semi-monthly pay periods. Each employee shall be provided with an itemized statement of gross earnings and an itemized statement of all deductions made for any purpose.

Direct deposit is mandatory for employees hired after 4/1/03. Employees hired prior to 4/1/03 shall have the option for participation in direct deposit.

#### This Section shall also be subject to Article 17.

Section 2. Meal Period – No Change

Section 3. Sundays and Holiday Work

A. Sundays – No Change

B. Holidays - No Change

#### Section 4. Vacations

A. - No Change

(1) – No Change

(2) **– No Change** 

(3) **– No Change** 

(4) **– No Change** 

(5) **– No Change** 

(6) - *No Change* 

(7) **– No Change** 

(8) - *No Change* 

(9) It is agreed that the above vaction eligibility schedule in effect as of March 31, 2013 shall be reduced by one (1) week.

(10) Employees will not lose vacation for vacation aniversary years that began accuring prior to April 1, 2013. Vacation accrual for vacation anniverary years beginning on or after April 1, 2013 will be reduced by one week.

B. - No Change

C. - No Change

D. - No Change

E. - No Change

F. - No Change

G. - No Change

H. - No Change

I. - No Change

#### Section 5. Protective Apparel – *No Change*

#### **Section 6. General Conditions**

A. - No Change

B. - No Change

C. - No Change

D. - No Change

E. - No Change

| 12-03  |  |
|--|--|
| F No Change  | (8) – No Change  |
| G No Change  | (9) – No Change  |
| H. – No Change   | C.7-Day Operations   |
| I. – All locations that currently have two (2) fifteen (15) minute breaks will be reduced to two (2) ten (10) minute breaks. Unless otherwise required by law. Exceptions are straight 8's and 4-10 hour shifts, for which breaks will remain the same.  There will be an additional ten (10) minute break after the tenth (10 <sup>th</sup> ) hour and once every two (2) hours thereafter. | (1) – No Changes  ARTICLE 54. OVER-THE-ROAD PROVISIONS  Section 1. Pickup and Delivery Limitation  A. – No Change  |
| Section 7. Paid for Time   | B. – No Change   |
| A. General – No Change   | Section 2. Pay Period  |
| B. Call-In Time – No Change  | A. – No Change   |
| C. Make Up Day – No Change   | B. Payment of earned vacation and unused sick leave shall be made on separate check and not included in the regular earn-  |
| Section 8. Leased Equipment  | ings check, and shall be subject to direct deposit.  |
| A. – No Change   | C. – No Change   |
| B No Change  | D. – No Change   |
|  |  |
| C. – No Change   | E. This Section shall also be subject to Article 17.   |
| C. – No Change D. – No Change  | E. This Section shall also be subject to Article 17. Section 3. Definitions  |
| · ·  | Section 3. Definitions A. – No Change  |
| D. – No Change  E. This Section shall be subject to the MOU regarding  | Section 3. Definitions  A. – No Change  B. – No Change   |
| D. – No Change  E. This Section shall be subject to the MOU regarding purchased transportation.  | Section 3. Definitions  A. – No Change  B. – No Change  C. – No Change   |
| D. – No Change  E. This Section shall be subject to the MOU regarding purchased transportation.  Section 9. Wages and Hours  A. Wages - No Change in the current wording.  ***REFER TO NATIONAL ECONOMIC SUMMARY IN  | Section 3. Definitions  A. – No Change  B. – No Change  C. – No Change  Section 4. Protective Apparel – No Change  |
| D. – No Change  E. This Section shall be subject to the MOU regarding purchased transportation.  Section 9. Wages and Hours  A. Wages - No Change in the current wording.  ***REFER TO NATIONAL ECONOMIC SUMMARY IN THE MASTER AGREEMENT***  | Section 3. Definitions  A. – No Change  B. – No Change  C. – No Change  Section 4. Protective Apparel – No Change  Section 5. General Conditions   |
| D. – No Change  E. This Section shall be subject to the MOU regarding purchased transportation.  Section 9. Wages and Hours  A. Wages - No Change in the current wording.  ***REFER TO NATIONAL ECONOMIC SUMMARY IN THE MASTER AGREEMENT***  B. Hours and Guarantee  | Section 3. Definitions  A. – No Change  B. – No Change  C. – No Change  Section 4. Protective Apparel – No Change  Section 5. General Conditions  A. – No Change   |
| D. – No Change  E. This Section shall be subject to the MOU regarding purchased transportation.  Section 9. Wages and Hours  A. Wages - No Change in the current wording.  ***REFER TO NATIONAL ECONOMIC SUMMARY IN THE MASTER AGREEMENT***  B. Hours and Guarantee  (1) – No Change   | Section 3. Definitions  A. – No Change  B. – No Change  C. – No Change  Section 4. Protective Apparel – No Change  Section 5. General Conditions  A. – No Change  B. – No Change   |
| D. – No Change  E. This Section shall be subject to the MOU regarding purchased transportation.  Section 9. Wages and Hours  A. Wages - No Change in the current wording.  ***REFER TO NATIONAL ECONOMIC SUMMARY IN THE MASTER AGREEMENT***  B. Hours and Guarantee  (1) – No Change  (2) – No Change  | Section 3. Definitions  A. – No Change  B. – No Change  C. – No Change  Section 4. Protective Apparel – No Change  Section 5. General Conditions  A. – No Change  B. – No Change  C. – No Change                                 |
| D. – No Change  E. This Section shall be subject to the MOU regarding purchased transportation.  Section 9. Wages and Hours  A. Wages - No Change in the current wording.  ***REFER TO NATIONAL ECONOMIC SUMMARY IN THE MASTER AGREEMENT***  B. Hours and Guarantee  (1) – No Change  (2) – No Change  | Section 3. Definitions  A. – No Change  B. – No Change  C. – No Change  Section 4. Protective Apparel – No Change  Section 5. General Conditions  A. – No Change  B. – No Change  C. – No Change  D. – No Change                 |
| D. – No Change  E. This Section shall be subject to the MOU regarding purchased transportation.  Section 9. Wages and Hours  A. Wages - No Change in the current wording.  ***REFER TO NATIONAL ECONOMIC SUMMARY IN THE MASTER AGREEMENT***  B. Hours and Guarantee  (1) – No Change  (2) – No Change  (3) – No Change   | Section 3. Definitions  A. – No Change  B. – No Change  C. – No Change  Section 4. Protective Apparel – No Change  Section 5. General Conditions  A. – No Change  B. – No Change  C. – No Change  D. – No Change  E. – No Change |
| D. – No Change  E. This Section shall be subject to the MOU regarding purchased transportation.  Section 9. Wages and Hours  A. Wages - No Change in the current wording.  ***REFER TO NATIONAL ECONOMIC SUMMARY IN THE MASTER AGREEMENT***  B. Hours and Guarantee  (1) – No Change  (2) – No Change  | Section 3. Definitions  A. – No Change  B. – No Change  C. – No Change  Section 4. Protective Apparel – No Change  Section 5. General Conditions  A. – No Change  B. – No Change  C. – No Change  D. – No Change                 |

E-05

(7) **– No Change** 

H. - No Change

|  | E-03  |
|--|---|
| I. – No Change   | (10) Employees will not lose vacation for vacation aniversary years that began accuring prior to April 1, 2013. |
| J. – No Change   | Vacation accrual for vacation anniverary years beginning on or after April 1, 2013 will be reduced by one week. |
| K. – No Change   | B. – No Change  |
| L. – No Change   | C. – No Change  |
| M. – No Change   | D No Change   |
| N. – No Change   | -   |
| O No Change  | E No Change   |
| P. – No Change   | F. – No Change  |
| Section 6. Sleeper-Cab Operations – No Change                    | G. – No Change  |
| Section 7. Holidays  | H. – No Change  |
| A. – No Change   | I. – No Change  |
| a. – No Change   | Section 9. Wages and Hours  |
|  | A. Wages - No Change to current language.   |
| b. – No Change   | ***REFER TO NATIONAL ECONOMIC SUMMARY IN  |
| c. – No Change   | THE MASTER AGREEMENT***   |
| B. – No Change   | (2) – No Change   |
| C. – No Change   | (3) – No Change   |
| D No Change  | (4) – No Change   |
| E. – No Change   | B. Hours and Guarantees   |
| Section 8. Vacations   | (1) – No Change   |
| A. – No Change   | (a) – No Change   |
| (1) – <i>No Change</i>   | (2) <b>– No Change</b>  |
| (2) – No Change  | C. Layover Time - No Change   |
| (3) – No Change  | D. Lodging – No Change  |
| (4) – No Change  |   |
| (5) – No Change  | E. General  |
| (6) – No Change  | (1) – No Change   |
| (7) <b>– No Change</b>   | (2) – No Change   |
| (8) – No Change  | (3) <b>– No Change</b>  |
| (9) It is agreed that the above vacation eligibility schedule in | (4) – No Change   |
| effect as of March 31, 2013 shall be reduced by one (1) week.    | (5) – No Change   |

#### E-05

(6) **- No Change** 

#### MEMORANDUM OF AGREEMENT - No Change

#### ARTICLE 55. TERM OF AGREEMENT

Term of this Supplemental Agreement is subject to and controlled by all of the provisions of Article 39 of the Master Agreement between the parties hereto.

IN WITNESS WHEREOF the parties hereto have set their hands and seals this \_\_\_\_\_\_ day of \_\_\_\_\_\_, to be effective April 1, 2008 2013, except as to those areas where it has been otherwise agreed between the parties.

#### **NEGOTIATING COMMITTEES**

#### For the Local Unions: TEAMSTERS NATIONAL FREIGHT INDUSTRY NEGOTIATING COMMITTEE

Michael Susko Betty Rose Fischer, Chairman , Co-Chairman

International Brotherhood of Teamsters
Joint Council 40

<del>, Chairman</del> <del>. Co-Chairman</del>

For the Employers ABF Freight System, Inc.:

TMI Division,
Motor Freight Carriers Assoc., Inc.
, Co Chairman
- Co Chairman

Western Pennsylvania Motor Carriers Association - Chairman