

MEMORANDUM OF UNDERSTANDING between ALASKA AIRLINES, INC. and the ASSOCIATION OF FLIGHT ATTENDANTS-CWA, AFL-CIO

ELIGIBILITY REQUIREMENT FOR GROUP HEALTH CARE BENEFITS WHILE RECEIVING LONG TERM DISABILITY AND FOLLOWING SEPARATION FROM THE COMPANY

This Memorandum of Understanding is made between Alaska Airlines, Inc. ("Company") and the Flight Attendants in the service of Alaska Airlines, Inc., as represented by the Association of Flight Attendants-CWA, AFL-CIO ("Association").

WHEREAS, the Company and the Association desire to clarify that a Flight Attendant formerly employed by the Company may be eligible for group health care benefits following separation from the Company and while receiving Long Term Disability (LTD) benefit pursuant to CBA §23.C.6.a [Insurance Benefits: Long Term Disability];

NOW, THEREFORE, the parties agree that any Flight Attendant who meets all LTD eligibility requirements, per the collective-bargaining agreement and plan policy, is eligible to receive group health care benefits pursuant to CBA §23.C.6.a following separation from the Company, provided s/he has met all of the following conditions:

- 1. Her/his qualifying event takes place while s/he is employed;
- 2. S/he has maintained continuous group health care coverage at active-employee rates at the time of separation from the Company;
- 3. S/he has maintained continuous group health care coverage at active-employee rates until the commencement of the LTD benefit, even if such commencement occurs following separation from the Company; and
- 4. S/he continues to pay active-employee rates for the duration of the group health care benefit.

For the purposes of this Memorandum of Understanding, group health care coverage under COBRA is not considered active-employee rates.

All other provisions of the collective-bargaining agreement remain in full force and effect.

IN WITNESS WHEREOF, the parties hereto have signed this Memorandum of Understanding on this 8th day of March 2017.

FOR: FOR:

ALASKA AIRLINES, INC. ASSOCIATION OF FLIGHT ATTENDANTS-CWA, AFL-CIO.

/s/ Elizabeth Ryan______/s/ Jeffrey Peterson___

Elizabeth Ryan Jeffrey Peterson
Managing Director, Labor Relations Alaska MEC President