Brothers and Sisters,

Attached for your review and distribution is a letter from Cooperating Railway Labor Organizations Chairman Robert Scardelletti. The letter advises of the July 1^{st,} 2016 increase in the Employee Monthly Cost Share for employees covered under the National Health and Welfare Plan. In accordance with the 2011 National Agreement, the employee monthly cost share for health care will be increased from \$198 per month to \$228.89 per month. This rate will remain in effect until a new agreement is reached.

If you have any questions pertaining to the above or the attached document, please don't hesitate to contact me.

Fraternally,

Bill Bohné, Jr. Director – IBEW Railroad Department 202-728-6016



Health and Welfare Committee

3 Research Place Rockville, MD 20850 301-948-4910

R. A. Scardelletti Chairman

W. D. Pickett Vice Chairman

F. L. McCann Treasurer

American Train Dispatchers Association

Brotherhood of Locomotive Engineers and Trainmen Division/IBT

Brotherhood of Maintenance of Way Employes Division/IBT

Brotherhood of Railroad Signalmen

International Association of Machinists and Aerospace Workers

SMART Mechanical Department

International Brotherhood of Boilermakers, Iron Shipbuilders, Blacksmiths, Forgers and Helpers

International Brotherhood of Electrical Workers

National Conference of Firemen & Oilers/SE(U

Transport Workers Union

Transportation
Communications Union/IAM

SMART Transportation Division



United We Stand



April 13, 2016

VIA FACSIMILE

TO: ALL CRLO CHIEFS

Dear Sirs and Brothers:

As a result of the CRLO's 2012 agreement with the National Railway Labor Conference, the employee cost-sharing contribution under the Railroad Employees National Health and Welfare Plan remains frozen at \$198 until June 30, 2016.

However, in accordance with the provisions of the 2011 National Agreement covering freight railroads, adjustments are allowed to the employee monthly cost-sharing contribution amount. In particular, the formula set out in the National Agreement provides that the employee cost-sharing contributions amount shall be adjusted so as to equal the lessor of 15% of the Carriers' monthly payment rate for 2016 or \$230 unless otherwise mutually agreed to by the parties during negotiations.

Be advised that effective July 1, 2016, the employee cost-sharing contribution will be 15% of the 2016 rate renewal H&W payment calculations or \$228.89. For your reference, find attached a breakdown of the plan costs used for the calculation.

in solidarity,

Robert A. Scardelletti CRLO Chairman

Attachment