

6th June 2020

Dear colleagues,

Update to S188 letter

We regret to have to report that on Wednesday evening British Airways issued BALPA with a further Section 188 notice.

BA advise us that as a result of their revised fleet plan the new notice has increased the proposed number of pilot jobs under threat from 955 pilots to 1080. This excludes the 175 jobs under threat as a result of the company's efficiency targets.

BA's intention to seek changes to terms and conditions is restated in the updated S188. However, crucially it states that if BA and BALPA are unable to reach an agreement, the company would seek to force changes by terminating the employment of all pilots and offering individuals new contracts with associated new terms and conditions. We cannot begin to describe the level of disappointment and annoyance this has caused.

BALPA has been engaging in good faith with BA in the interests of our members, as you would expect. The BACC believe this is an extraordinarily damaging position for the company to take with their pilots but it will not cause us to lose our focus on our stated objectives of job protection and quality of the job.

BALPA has made it clear to BA that talks are at a critical juncture and we do not accept their termination and re-engagement statement. The company has repeatedly made the point to politicians and the media that BALPA are at the table and negotiating and it will consult in good faith with a genuine view to reaching agreement. At this stage, we will continue to engage with BA to navigate our way through the current crisis and attempt to secure the best possible outcome for our members.

To be clear, the new S188 activates a new **minimum** 45 day period before the first of the additional proposed number of dismissals can be actioned (18th July) and the termination and re-engagement clause can be activated. The original S188 time period of **minimum** 45 day consultation period (15th June) remains in place.

We know the new S188 will be alarming news for members and it would be wrong of us to not notify you of the information we have been presented with. However, we have your health and welfare at heart when we say once you have read this newsletter, take time to reflect and let us take your strain, we are genuinely working hard to make the right decisions. We know this newsletter will raise more questions so please email BACCcovid19@balpa.org

If you have any health and welfare concerns then please send those to BAIMS@balpa.org

Ongoing work and consultation update

The BACC has spent the week in discussions with BA in order to minimise the proposed number of redundancies as well as talks regarding a compulsory redundancy selection criteria.

Our discussions have included:

1. Furlough and the Government Job Retention Scheme (JRS)

Recently, the government changed the JRS arrangements, meaning that to be able to access this scheme between now and the end of the scheme, pilots would have to be registered on JRS by the 10th June. BA and BALPA have conducted further investigation into the scheme and discussed the possibility of BA pilots being furloughed from 9th June.

Furloughed pilots would mainly come from the A380, B747, A320 LGW as well as some A320 LHR because these are the fleets which are currently experiencing little or no flying. Additionally, we will be emailing a link to a preference form to express an interest to be furloughed. This should be of value to those interested in External Opportunities and pilots who vulnerable or shielding family members. A separate email will follow with a link to the preference form. In June there will be no impact on previously agreed pay arrangements but the savings generated would be used to help protect jobs. Arrangements from July onwards remain subject to negotiation.

2. Voluntary Redundancies

This is fundamental to reducing the surplus and a lot of effort over the past few weeks has been directed towards this. BA has now indicated that they are close to being able to offer an enhanced VR package. Discussions are ongoing and we will communicate further when the options are finalised and the terms of the enhanced VR package can be published.

3. External Opportunities

We have reached agreement with BA on the terms and arrangements for pilots electing to explore opportunities outside of BA including protections around seniority, pay points on return and how pilots will be managed back into the business. There are two schemes available, the difference being the length of leave available:

Armed Forces Support Scheme (AFSS) - Between 1 month and 5 years. We will issue further details and a FAN will also follow.

Flight Crew BRS (BRS) - Between 1 month and 12 months. We will issue further details and a FAN will follow.

We are aware that there may be opportunities outside of BA that require a minimum engagement period beyond 12 months. If you secure such a position, please submit a request to your line manager and copy in BALPA.

The RAF has been processing the expressions of interest list; the first wave of pilots shortlisted have been contacted already. Now that the terms of the scheme have been agreed, those pilots can expect to be contacted imminently confirming the terms of the scheme. The process of matching other pilots to positions will continue should more opportunities become available.

Applications for the Flight Crew BRS will be invited via FAN shortly. Please send a copy of your application to BALPA using BACCcovid19@balpa.org using subject "Flight Crew BRS".

We continue to pressure test the company's fleet plans and manpower proposals which we understand are yet to be finalised. However, with the increased number of pilots at risk it is now looking like we may have to accept as a community that some compulsory redundancies (CR) may be unavoidable.

As members will be aware, BALPA's clear position has always been that we expect our terms and conditions to be respected and adhered to. We have, throughout the years, robustly defended our MOA which contains the majority of those terms and conditions for all pilots. Schedule K is a regularly referenced section of the MOA and contains the general principle of LIFO but of course we have always worked on the basis that we would never have to deploy this by mitigating through voluntary measures, as we did in 2009.

However, given where we now are, our focus has turned to what a fair and objective selection criteria could look like applied to a global pool (regardless of base, seat or fleet). LIFO works on the basis of length of service and all those who may be impacted by it are at the forefront of our efforts. We are working hard to fight for protections for those facing CR through various means, including a right to return to BA employment before any recruitment takes place in the future.

In the meantime, we ask for your support and continued collective resolve. For those of you considering taking voluntary options, you should know that every opportunity taken up is a job saved, and the entire community owes you gratitude. The strength of our community and willingness to act together to support each other will be key to successfully navigating this process.

As previously stated, we will consult the members on any final agreement.

BALPA Forum

This is a hugely stressful time for all our members. Therefore, we have considered the BALPA forum and decided to leave it open at this time. The intention is to ensure the forum remains a 'safe place' for members to engage during these difficult times. For those of you that regularly post, we ask that you think and re-read your post before hitting submit. This is a worrying time and we ask for some awareness of how your post may affect those finding the current situation increasingly stressful.

Any abusive or aggressive posts will not be tolerated. We would also like to remind members to abide by the forum rules, and not to discuss any suggestions or bottom lines relating to the ongoing consultation.

Best regards

BACC