July 29, 2020

VIA U.S. MAIL \& ELECTRONIC MAIL [dlir.director@hawaii.gov]<br>State of Hawai‘i, Department of Labor \& Industrial Relations<br>Attn: Scott Murakami, Director<br>830 Punchbowl Street, Room 321<br>Honolulu, Hawai‘i 96813

Re: Notice of Mass Layoff at Hawaiian Airlines
Dear Mr. Murakami:

Due to the adverse effect on our business caused by the COVID-19 pandemic, Hawaiian Airlines, Inc. (the "Company") is forced to conduct a mass layoff of employees who are employed throughout its stations both here in Hawai'i and on the U.S. mainland. The layoffs will be affecting union employees in the following Hawai'i locations:

- Daniel K. Inouye Int'l Airport (HNL), 300 Rodgers Blvd, Honolulu, HI 96819
- Hilo Airport (ITO), 2450 Kekuanaoa St, Hilo, HI 96720
- Kahului Airport (OGG), 1 Keolani Pl, Kahului, HI 96732
- Kailua-Kona Airport (KOA), 73-200 Kupipi St, Kailua-Kona, HI 96740
- Lihue Airport (LIH), 3901 Mokulele Loop, Lihue, HI 96766
- 3375 Koapaka St., G-350, Hon., HI 96819, our corporate headquarters

While the CARES Act helped us temporarily avoid furloughs and involuntary separations, the economic effects of COVID-19 have continued to intensify and we now find ourselves having to right-size all aspects of our company to adapt. This is not an action we want to take but is a dire measure to help us outlast this drastic economic downturn and preserve the Company's future. Across the Company, we have already reduced operating expenditures, reduced pay for all executives, frozen hiring, and introduced voluntary leave and separation programs, among other cost-saving measures. While these efforts and the sacrifices made by hundreds of our employees who have participated in our voluntary leave program have made a difference, the demand for air travel remains more than $90 \%$ lower than last year. Even with the recent lifting of the quarantine restrictions for neighbor island travel, and even if demand continues to slowly improve, it is still necessary for the Company to reduce its workforce and labor expenses.

We are unable at this time to predict when our business operations will return to normal. As our union employees who are subject to layoff have rights under their respective collective bargaining agreements, they are considered temporarily furloughed but we anticipate that these furloughs will last six (6) months or longer. We currently anticipate that these union employee separations will begin no earlier than October 1, 2020 or during the 14-day period thereafter depending on the outcome of the Company's voluntary furlough program and negotiations with
unions which are currently underway. Also, pursuant to applicable collective bargaining agreements, certain union employees affected by a reduction in force may be able to "bump" someone of lower seniority or may themselves be bumped, which will affect the overall number of potentially affected union employees. The number of involuntary furloughs may also be reduced if there is significant participation in the Company's voluntary furlough program.

While we are unable to be precise given the factors that may affect the overall number of positions affected, based on current information, we anticipate that approximately $35 \%$ or 2037 union employees in Hawai‘i will be affected. As we learn more, we will provide updated information. Exhibit A is a listing of the potentially affected job classifications for union employees residing in the State of Hawai‘i and the number of potentially affected employees in each job classification. Exhibit B sets out the unions and union representatives who have been notified of the furlough dates affecting their respective members.

This letter is intended to fulfill any applicable notice requirements under the Worker Adjustment and Retraining Notification Act ("WARN Act") but should not be construed as a concession that notice under the WARN Act is required.

Should you have any questions regarding this notice, please do not hesitate to contact me at (808) 564-7470 or Aaron.Alter@HawaiianAir.com.


Exhibit A (Listing of Affected Job Classifications)
Exhibit B (Listing of Unions and Union Representatives)

## EXHIBIT A

| Job Classification Affected | Employees in Affected Classification | Union |
| :--- | ---: | :--- |
| Flight Attendant | 676 | AFA |
| First Officer-A330 | 41 | ALPA |
| First Officer-Airbus A321 | 19 | ALPA |
| First Officer-Airbus A321 | 67 | ALPA |
| First Officer-Airbus A330 | 26 | ALPA |
| First Officer-B717 | 24 | ALPA |
| First Officer-B717 | 48 | ALPA |
| Fleet Technical Manager | 1 | ALPA |
| Aircraft Records Agent | 1 | IAMC |
| Cargo Agent | 36 | IAMC |
| Chief Contract Service Agent | 33 | IAMC |
| Contract Service Agent | 208 | IAMC |
| Crew Scheduler | 3 | IAMC |
| Customer Service Agent | 198 | IAMC |
| Customer Service Agent - | 12 | IAMC |
| Reserve | 25 | IAMC |
| Customer Service Chief Agent | 21 | IAMC |
| Lead Ramp Agent | 2 | IAMC |
| Material Support Agent | 177 | IAMC |
| Ramp Agent | 8 | IAMC |
| Ramp Agent - Reserve | 3 | IAMC |
| Weight \& Balance Agent | 2 | IAMC |
| Weight \& Balance Chief Agent | 12 | IAMM |
| Aircraft Mechanic | 8 | IAMM |
| Aircraft Mechanic Apprentice | 56 | IAMM |
| Cleaner | 211 | IAMM |
| Contract Serviceman | 5 |  |
| Ground Service Equipment | 5 | IAMM |
| GSSE) Mechanic | 13 | IAMM |
| Lead Cleaner | 35 | IAMM |
| Lead Contract Serviceman | 5 | IAMM |
| Lead Line Serviceman | 42 | IAMM |
| Line Serviceman | 1 | IAMM |
| Maintenance Planner | 3 | TWU |
| Assistant Dispatcher | 15 | TWU |
| Dispatcher |  |  |
|  |  | 1 |

## EXHIBIT B

| UNION | CONTACT, TITLE AND ADDRESS |
| :---: | :---: |
| ALPA | Captain Joe DePete, President Air Line Pilots Association, International 1625 Massachusetts Ave NW, Suite 800 <br> Washington, DC 20036 <br> Joe.DePete@alpa.org <br> Captain Lawrence Payne <br> Chairman, HAL Master Executive Council <br> Air Line Pilots Association International <br> 3375 Koapaka Street, \#F238-30 <br> Honolulu, HI 96819 <br> Larry.Payne@alpa.org |
| IAM-Clerical | Mike Klemm, President \& Directing General Chairperson <br> IAMAW District Lodge 141 <br> 1771 Commerce Drive, Suite 103 <br> Elk Grove Village, IL 60007-2139 <br> mklemm@iam141.org <br> Arthur Croker, Assistant General Chairman <br> District 141 IAMAW <br> 1934 Hau Street <br> Honolulu, HI 96819 <br> acroker@iam141.org; bigdawgac@aol.com |
| IAM-Machinists | Dave Supplee, President \& Directing General Chairperson <br> IAMAW District Lodge 142 <br> 400 N. E. 32nd Street <br> Kansas City, MO 64116 <br> dsupplee@iamdl142.org <br> David Figueira, General Chairman <br> IAMAW District Lodge 142 <br> 1934 Hau Street <br> Honolulu, HI 96819 <br> DFigueira@iamdll42.org |
| AFA | Joni Kashiwai, President <br> Master Executive Council <br> Association of Flight Attendants, CWA, AFL-CIO <br> Hawaiian Airlines MEC <br> 16700 Yuko Avenue, \#219 <br> Torrance, CA 90504 <br> Joni.kashiwai@hawaiianmec.org |


|  | Jaci-Ann Chung, LEC 43 President Association of Flight Attendants-CWA 3375 Koapaka Street, D-131 <br> Honolulu, HI 96819 president@hawaiian43.org <br> Josh Aoki, LEC 47 President <br> 1036 S. Norton Ave. \#202 <br> Los Angeles, CA 90019 <br> josh.aoki@hawaiian47.org |
| :---: | :---: |
| TWU | Jenny Schar, President TWU Local 592 1001 W. Euless Blvd, Ste 208 <br> Euless, TX 76040 <br> JennySchar@twu592.org <br> Pukui Abbley <br> TWU 592 Union Representative 3375 Koapaka Street, Ste G350 Honolulu, HI 96819 <br> Pukui.Abbley@hawaiianair.com |

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