ASSOCIATION OF FLIGHT ATTENDANTS-CWA, AFL-CIO FORTY THIRD BOARD OF DIRECTORS MEETING APRIL 28 – 30, 2015 LAS VEGAS, NEVADA

SUBJECT: Dues – Prepayment of Annual Dues (Article XI.B.4.)

STATEMENT OF QUESTION:

Should the 10% discount for prepayment of annual dues be eliminated?

SOURCE AND DATE SUBMITTED: International President - February 27, 2015

BACKGROUND INFORMATION:

This discount was introduced at a time when interest rates were high and it made fiscal sense for the Union to collect dues on an annual basis. Currently, however, this 10% discount far exceeds the financial benefit to the Union and results in reduced resources available to provide representation to members.

There are approximately 650 members, primarily senior F/A's with higher incomes, who enjoy this reduction of \$60 per year. This represents a union-wide cost of about \$39,000 that could otherwise be allotted to other key priorities of the Board of Directors.

PROPOSED RESOLUTION:

WHEREAS, significant savings can be achieved by eliminating the 10% discount for prepayment of annual dues;

THEREFORE BE IT RESOLVED, Article XI.B.4. be deleted and the following Article remembered accordingly:

4. Prepayment of Annual Dues

Any member may pay dues annually in advance prior to July 1 of any year. instead of quarterly and a ten percent (10% discount will be granted to such member on such annual prepaid amount.