TO ALL CONTRIBUTING CONTRACTORS

This letter provides the details of the agreement of the Pipe Line Contractors Association ("PLCA") and the United Association of Journeyman and apprentices of the Pipefitting Industry of the United States and Canada (UA) relating to fringe benefits. This letter provides the detailed breakdown of the fringes that contributing contractors are obligated to pay effective June 1, 2011. We have attached a reproduction of pages from the National Pipeline Agreement illustrating the same rates and how the health and welfare and pension rates will be reciprocated from the Pipeline Industry Benefit Fund to other local union funds. The reciprocal breakdown is informational only as the Fund office will make the proper distributions.

NOTE: The new contract starts on Wednesday of the work week ending June 5, 2011. The Fund office recommends that 2 (two) reports be submitted for this week. One report should show the hours worked for the first part of the partial week at the 2010 rates. The second report should show the hours worked at the new 2011 rates for the remainder of the week.

The contribution package for U.A. Mainline work for the Pipeline Industry Benefit Fund as of <u>June 1, 2011</u> is as follows:

U.A. MAINLINE WORK

<u>FUND</u>	<u>JOURNEYMAN</u>	<u>HELPER</u>
Health & Welfare	\$5.50 Hour	\$5.50 Hour
Pension	\$13.85 Hour	\$8.14 Hour
401(k)	\$.05 Hour	\$.05 Hour
Industry Advancement Fund	\$.25 Hour	\$.25 Hour
Local 798 Training Center	\$.50 Hour	\$.50 Hour
Industry Training Fund (ITF)	\$.10 Hour	\$.10 Hour
	Total \$20.25 Hour	Total \$14.54 Hour

The contribution package for U.A. Special Agreement and Station work for the Pipeline Industry Benefit Fund as of *June 1, 2011* is as follows:

U.A. SPECIAL AGREEMENT AND STATION WORK

<u>FUND</u>	<u>JOURNEYMAN</u>	<u>HELPER</u>
Health & Welfare	\$5.50 Hour	\$5.50 Hour
Pension	\$10.33 Hour	\$4.23 Hour
401(k)	\$.05 Hour	\$.05 Hour
Local 798 Training Center	\$.20 Hour	\$.20 Hour
Industry Training Fund (ITF)	\$.10 Hour	\$.10 Hour
	Total \$16.18 Hour	Total \$10.08 Hour

IT IS IMPERATIVE THAT YOU NOTIFY ALL OF YOUR FIELD OFFICES AND THE PERSONS RESPONSIBLE FOR YOUR PAYROLL AND BENEFIT REPORTING IMMEDIATELY OF THESE CHANGES.

Sincerely,

Robert R. Kime, Director