

June 7, 2005

Mr. Robert Vallochi
General Chairman
Brotherhood of Locomotive Engineers
7 Glen Court
Barnegat, NJ 08005

Dear Mr. Vallochi,

It is agreed effective Friday, July 1, 2005 Locomotive Engineers registering in Hoboken Terminal or the Meadows Maintenance Complex (MMC) as part of a relay crew assignment (i.e. Locomotive Engineer and Conductor only) will receive an additional twenty (20) minutes pay per day when he/she works such assignments.

It is understood as a result of this agreement, New Jersey Transit will not be required to either replace or hire new employees to fill Assistant Engineer positions. Present Assistant Engineer's may be attrited out over time.

Finally, it is agreed that the provisions of Letters of Agreement dated July 25, 2002 and April 5, 2004 are rendered void as to all provisions except that should an Extra Engineer be called under Rule 18 to fill an Assistant Engineer's position, he/she must accept the assignment and will receive two (2) hours pay at the Engineer's pro rata rate for each day he/she works such assignment.

If the above accurately reflects our understanding concerning this Agreement, please affix your signature below.

Very truly yours,

William B. Murphy
Deputy General Manager
Labor Relations/Administration

I Concur:

Robert Vallochi
General Chairman, BLE