

September 5, 2003

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

Dear Mr. Vallochi,

In addition to the one (1) hour arbitrary as contained in Appendix 13 of the Collective Bargaining Agreement, the following times are allowed for Engineers (other than regular schedule trains in their assignment) to travel between Penn Station, New York and Sunnyside Yard, Queens, NY or to any points between the two (2) named points by any mode of transportation: i.e. train, subway (payroll reimbursement), bus or taxi:

To SSY:

15" S/U/ NY for DH to SSY
40" Travel Time to SSY
30" Setup Train @ SSY
1'25"

From SSY:

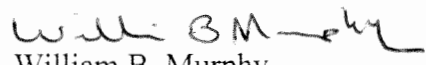
30" Tie up Equipment @ SSY
40" Travel Time to NYP
1'10"

+ 15" Intermediate DH Off Duty
or
+ 10" Final DH Off Duty

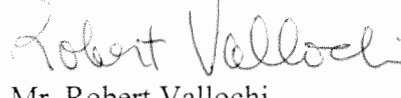
Paragraph C of Appendix 13 of the Collective Bargaining Agreement is deleted.

This Agreement will remain in effect subject to further review and agreement by the parties.

Very truly yours,


William B. Murphy
Assistant General Manager
Labor Relations/Administration

I Concur:


Mr. Robert Vallochi
General Chairman
Brotherhood of Locomotive Engineers