PSEG Services Corporation Human Resources - Labor Relations 80 Park Plaza, T10, Newark, N.J. 07102



May 16, 2019

Mr. Cornelius Wojceichowski Business Manager UA Local 855 261 East Main Street Somerville, N.J. 08876-3008

WORKERS' COMPENSATION - GRATUITY BENEFIT PAY TREATMENT

Dear Mr. Wojceichowski,

The following reflects agreement on the revision to the pay treatment for the gratuity portion of workers' compensation benefits.

During 2005 contract renewal negotiations the parties reached agreement to pay regular full time employees hired on or after May 1, 2005 the gratuity portion of the workers' compensation benefit at a rate of 95 percent of their regular hourly rate.

Effective June 5, 2019, for regular full time employees hired on or after May 1, 2005, the gratuity portion of workers' compensation benefits will be paid at 100 percent.

In addition, the gratuity portion of the benefit for all employees will be taxed and calculated based upon a five day workweek to avoid overpayment of benefits.

Sincerely, Jaluel

Yaclyn Gabriel

Sr. HR Consultant - Labor Relations

Cornelius Wojceichowski

Business Manager

UA Local 855

5/22/19