

COLLECTIVE AGREEMENT

BETWEEN:

TERRATECH EQUIPMENT

AND:

INTERNATIONAL UNION OF OPERATING ENGINEERS, LOCAL 115

May 1, 2005 to April 30, 2008

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COLLECTIVE AGREEMENT

BETWEEN:

TERRATECH EQUIPMENT

(hereinafter referred to as the "Company")

AND:

INTERNATIONAL UNION OF OPERATING ENGINEERS, LOCAL 115

(hereinafter referred to as the "Union")

DATE AND REFERENCE

The Agreement shall be dated for reference May 1st, **2005** and named for reference the "TERRATECH EQUIPMENT – OPERATING ENGINEERS AGREEMENT".

WITNESSETH: that the Parties hereto agree as follows:

ARTICLE 1 – OBJECTS

- 1.01 (a) The objects of this Agreement are to maintain a harmonious relationship between the Company and its employees; to provide an amicable and equitable method of settling grievances or differences which might possibly arise; to maintain mutually satisfactory working conditions, hours and wages for all employees who are subject to the provisions of this Agreement.
- (b) For the purposes of this Agreement, the masculine shall be considered to include the feminine and the singular to include the plural.

ARTICLE 2 – BARGAINING AGENCY

- 2.01 The Company recognizes and agrees that the Union is the sole bargaining agent for the employees of the Company employed at the place(s) set out in the certificate(s) of bargaining authority and at any other premises opened or taken over by the Company in British Columbia.
- 2.02 This Agreement shall be binding on the Company and the Union and their respective successors, administrators, executors and assigns and on each employee.
- 2.03 SUPERVISORS, OFFICE PERSONNEL DO NOT WORK

No supervisors or office personnel will be allowed to use hand tools or carry out work which would be normally done by employees in the bargaining unit, except in the instruction or training of employees.

ARTICLE 3 — UNION SECURITY

3.01 UNION SECURITY

Each employee covered by this Agreement shall, as a condition of employment and/or continued employment, be and remain or become and remain, a Union member in good standing for the duration of this Agreement or for the duration of his employment with the Company, whichever is shorter. Counting from the date he commences employment with the Company, each new employee will be allowed thirty (30) calendar days within which to make application to join the Union and tender the appropriate initiation fees. The Union shall have the exclusive right to determine who is a member in good standing. Should an employee at any time cease to be a member in good standing of the Union, the Company shall, upon notification in writing from the Union, discharge such employee forthwith.

3.02 CHECK-OFF

The Company shall deduct from each new employee an amount equal to the Union dues from the employee's first payroll cheque after completion of six (6) days of work in a calendar month and add that employee's name and the said amount to the closest applicable check-off; i.e., if the check-off for that month has not been remitted to the Union, it shall be added to that check-off; if that month's check-off has been remitted, it shall be added to the following month's check-off and shown as the previous month worked.

3.03 AMOUNTS DEDUCTED

Union dues deducted under this provision or other check-off provisions shall be remitted to the Union not later than the fifteenth of the month following the month in which such check-off applies.

ARTICLE 4 — MANAGEMENT RIGHTS

The Union recognizes and agrees that:

- 4.01 The management and operation of the plant and the direction of the working forces are vested exclusively in the Company.
- 4.02 The Company has and shall retain the right to select its employees, to hire, classify, promote, demote or discipline them and discharge employees for proper cause, provided that a claim of discrimination against an employee in respect to any of these matters, or a claim of violation, of any Section or Article of this Agreement, may be the subject of a grievance and be dealt with as hereinafter provided.
- 4.03 The right to hire employees of its choice is vested exclusively in the Company, but when the Company requires new employees, it shall so notify the Union so that the Union shall have the opportunity to provide the Company with suitable applicants.

ARTICLE 5 — DEFINITION OF EMPLOYEE

- 5.01 In this Agreement "employee" means a person who is employed by the Company and who is included in a unit of the Company's employees for whom the Union has been certified as the collective bargaining agent by the Labour Relations Code of B.C. "Employee" shall also mean a person employed in a job classification listed in Appendix "A" attached hereto, and working at or from any premises opened or taken over by the Company in British Columbia.

ARTICLE 6 — HOURS OF WORK AND OVERTIME

6.01 DAY SHIFT

The standard work day shall consist of eight (8) hours, 8:00 A.M. to 4:30 P.M. The standard work week shall consist of forty (40) hours, Monday to Friday. Graveyard shift shall lead off at 12:01 A.M. Monday.

Hours of work in the Shop may be changed by mutual agreement between the Company and the Union.

6.02 AFTERNOON SHIFT

If a second shift is employed, the hours of work shall be seven and one-half (7 1/2) hours of work between the hours of 4:30 P.M. and 12:30 A.M. for which eight (8) hours will be paid and a shift premium of fifty cents (\$0.50) shall be added on to the classified hourly rate.

6.03 NIGHT SHIFT

If a third shift is employed, the hours of work shall be seven (7) hours of work between the hours of 12:30 A.M. and 8:00 A.M. for which eight (8) hours shall be paid and a shift premium of fifty cents (\$.50) shall be added on to the classified hourly rate.

6.04 LUNCH PERIOD

Each shift shall have a half hour lunch period at mid-shift. Where the lunch periods are presently one (1) hour, they will remain in effect.

6.05 SHIFT CHANGE

The Company shall give the employee forty-eight (48) hours' notice prior to changing of shifts.

6.06 SHIFT — TRANSFER OF EMPLOYEE

When it is necessary for an employee to be transferred from one shift to another shift, said shifts will continue for a minimum of three (3) consecutive normal working days, or the overtime rates as provided for in this Agreement will apply.

6.07 SHIFT — START AND STOP TIMES

If an employee is working on the second or third shift and is unable to start the shift on time and/or to complete the shift, then the hourly rate for such an employee shall be computed by dividing the employee's total pay for a regular full shift by the applicable total number of hours he would be required to work to qualify for a full second or third shift, multiplied by the actual hours worked.

6.08 PROVINCIAL FIRE REGULATIONS

In cases where hours of work must be varied in customers' camps to comply with Provincial Fire Regulations such work as is carried out under these conditions shall be at straight time rates for the first eight (8) hours.

6.09 SHIFT ROTATION

When employees are being worked on two (2) or more shift schedules and where a majority of the employees request it, they shall rotate shifts.

6.10 OVERTIME

All hours worked outside of the standard work hours, outside the established shift hours and outside the standard work week shall be considered overtime and paid at double time.

6.11 OVERTIME VOLUNTARY

All overtime shall be on a voluntary basis. It is agreed that overtime may be necessary in order to respond to the efficient operation and service requirements of the business.

6.12 OVERTIME NOT PART OF DAILY GUARANTEE

Where an employee, at the request of the Company, performs work at overtime rates, such time will be considered overtime only and will not be included in the computation of his daily guarantee as provided under this Agreement.

6.13 OVERTIME — CALCULATION OF

Without detracting from the minimum overtime hours worked and/or minimum overtime pay guarantees as provided elsewhere in this Agreement, when an employee works overtime, his time worked shall be calculated on a fifteen (15) minute unit basis. If an employee works any part of a fifteen (15) minute unit, he shall receive credit for time worked for that full fifteen (15) minute unit.

If the Company has a time clock when an employee works overtime his time worked shall be calculated on a 10 or 12 minute period depending on time clock calibration. If an employee works any part of a 10 or 12 minute unit, he shall receive credit for time worked for that full 10 or 12 minute unit.

6.14 (a) OVERTIME MEAL

Employees who work beyond ten (10) hours per day shall receive a minimum of one-half (1/2) hour's pay for time off to eat a meal, and each four (4) hours thereafter, but may take up to forty-five (45) minutes off for such purpose. Further to this, if an employee feels that he requires additional time off, he will request such additional time from the Foreman and if the request is reasonable the Foreman shall grant same. This break shall occur at the regular meal hour.

(b) The Company shall pay the cost of such a meal subject to the following conditions. The meal allowance for the Greater Vancouver area will be a maximum of thirteen dollars and fifty cents (\$13.50) for meals, and in the areas outside Vancouver the employees will buy a meal at the going rate of the area involved and be reimbursed for the cost.

In all cases receipts shall be obtained and turned in to the Company with the amounts being justified by the prices in the area involved.

- (c) Employees working in the field beyond ten (10) hours per day shall receive twelve dollars (\$12.00) for an overtime meal for which receipts will not be required.

6.15 REST BETWEEN SHIFTS

It is intended that every employee should have eight (8) hours' rest between shifts. In the event that an employee is recalled to work before such eight (8) full hours elapse, he shall be paid the appropriate overtime rates for work performed after recall. No employee shall be permitted to resume work on his own accord until eight (8) full hours have elapsed.

CLARIFICATION:

Employees working after midnight reporting for work next shift after an eight (8) hour break will not lose the time taken from the shift to make up the eight (8) hour break.

6.16 WORK BEFORE REGULAR SHIFT

Employees called in before their regular starting time shall be paid at the double time rate for time worked prior to their regular starting time.

6.17 WORK AFTER REGULAR SHIFT

Employees called back to work after their regular shift shall receive a minimum of four (4) hours' pay at the prevailing overtime rate.

6.18 WORK ON SATURDAY, SUNDAY, GENERAL HOLIDAYS

Double time for all hours worked on a Saturday, Sunday or on any General Holiday listed in Article 11, or day observed as such under the terms of this Agreement. This double time is in addition to any General Holiday pay an employee may be entitled to under other provisions of this Agreement.

6.19 WORK THROUGH REGULAR LUNCH PERIOD

Where an employee is required to work through his regular established lunch period, such employee shall be paid the applicable overtime rate and be allowed reasonable time off to consume a meal with no loss of pay.

6.20 WORK WEEK — GUARANTEED

- (a) An employee who reports for work at the start of the standard work week shall be guaranteed full pay for the balance of the standard work week. The forty-eight (48) hour notice of lay-off provided in the Seniority Section of this Agreement shall take precedence when an employee is laid off on a Thursday. He would work Friday and Monday and by working Monday is not entitled to full pay for that week.
- (b) If an employee of his own volition does not report for his regular shift or shifts, then his weekly minimum five (5) shift pay base shall be reduced to the number received by subtracting the number of shifts missed from base 5.

6.21 WORK WEEK — TUESDAY TO SATURDAY

- (a) If business conditions warrant that a Tuesday to Saturday work week be considered, the Company and the Union will discuss the establishment of such a schedule. If such a work week is established, a premium of one dollar (\$1.00) per hour for all hours worked will apply.
- (b) Staffing for a Tuesday through Saturday work schedule shall first be on a voluntary basis. Secondly, the Employer shall give consideration to seniority in the classification, it being understood that the least senior employee to be considered first.
- (c) Lay-offs and lay-off notice shall be in accordance with Article 9.04. However, lay-off notice shall be exclusive of Sundays, Mondays and General Holidays.

6.22 CALL TIME

- (a) An employee reporting for work on his regular shift shall receive a minimum of eight (8) hours' pay at his regular rate.
- (b) An employee called to work on a Saturday, a Sunday or on a General Holiday, (or days observed as General Holidays) shall receive a minimum of four (4) hours' pay at the prevailing overtime rates.
- (c) An employee called to work on a Sunday or on a General Holiday, (or days observed as General Holidays), shall receive a minimum of four (4) hours' pay at the prevailing overtime rates.

6.23 PREPARATION TIME

The Company will pay one (1) hour personal preparation time to employees being sent on out-of-town jobs for a period of overnight or longer at regular rates up to time and one-half. This will not be paid if an employee prepares for a trip during his normal working hours or if the employee has had a minimum of twenty-four (24) hours notice that he will be going out-of-town.

6.24 PARTS DEPARTMENT: WORK WEEK

- (a) Any shift which commences from 7:30 A.M. but not later than 9:00 A.M. shall be considered a day shift. A shift commencing after 9:00 A.M. and prior to 6:00 P.M. shall be considered an afternoon shift. Any shift commencing after 6:00 P.M., and prior to 7:30 A.M. shall be considered a third or graveyard shift.
- (b) The lunch period in the Parts Department will be determined by the Company and the Union.
- (c) Shifts may be arranged on a Monday to Friday or a Tuesday to Saturday basis.
- (d) Employees on a Tuesday to Saturday schedule will receive a premium of one dollar (\$1.00) per hour for all hours worked during the week.
- (e) Clarification of Tuesday to Saturday Work Week: The Tuesday to Saturday Work Week shall be on a voluntary basis, unless the Company cannot obtain enough

volunteers to fill the requirements, then the junior men in the required categories will be requested to work such shift.

- (f) Where the Company has to appoint men to this shift, any one period of service shall not exceed thirty (30) days.
- (g) The standard work week shall consist of forty (40) hours on day shift, Tuesday to Saturday inclusive. Sundays and Mondays shall be regular days off for this shift, and any work performed on these days off shall be paid at overtime rates as provided in this Agreement.
- (h) Note: Tuesday to Saturday work week: Sunday and Monday being regular days off, any General Holiday falling on or celebrated on these days off shall be celebrated on Tuesdays. All General Holiday payment provisions contained in this Agreement shall be applicable to this Tuesday General Holiday.
- (i) Employees called back to work after completion of a regular day's work, would be covered by the regular call back provisions contained elsewhere in the Agreement.
- (j) Standby and Call Out Time
 1. All Parts Department employees will be compensated for parts call out on the following basis:
 - (a) For each call out after a regular shift, employees shall be compensated as follows:

All Parts Department call-out shall be paid at two (2) hours overtime plus four (4) hours pension contributions.
 - (b) For any orders to be filled after 10:00 p.m. the employees shall receive the benefits of Article 6.17.
 2. Employees who fill a parts order shall not be required to stay for the four (4) hours if called out under the provision of Article 6.17.
 3. Standby - Employees designated for Standby shall receive seventy-five dollars (\$75.00) per week - Monday to Monday.

6.25 BANKED OVERTIME

In branches where it is mutually agreed that overtime may be banked, employees shall state whether overtime is to be banked or paid at the beginning of each fiscal quarter. An employee may bank overtime equivalent to one hundred sixty (160) hours straight time maximum. All overtime worked thereafter shall be paid at the appropriate rate to said employee. Banked overtime may be cancelled by either party upon ninety (90) days written notice. Banked overtime is definitely not to be taken in June to August holiday period unless acceptable to the Company.

Banked time will be used to minimize layoffs. Selection of employees to use banked time off shall first be on a voluntary basis, and secondly according to seniority, subject to the operating needs of the business.

Banked hours may be withdrawn by an employee in whole or in part at their regular rate at time of withdrawal. In the event an employee also wishes time off, such time will be by mutual agreement and subject to the operating needs and service requirements of the business.

Banked hours may not be withdrawn during a month in which a disciplinary suspension occurs unless the banked time off had been arranged prior to the disciplinary suspension being levied.

NOTE: Branches which try banked overtime will do so on a mutually agreed trial basis.

ARTICLE 7 — GRIEVANCE PROCEDURE

7.01 Should a dispute arise between the Company and an employee or the Union as an entity regarding the interpretation, application, operation or any alleged violation of this Agreement, including any question as to whether any matter is arbitrable, it shall be resolved in the following procedural manner:

STEP A The employee or the Union, together with such person or persons as he or the Union may wish, shall take the matter up with the Company within thirty (30) calendar days.

STEP B Should a solution not be reached by Step A, then a business representative of the Union, accompanied by the employee if the employee or business representative so wish, shall discuss the matter with the Company. If a solution is reached, this shall be final.

STEP C If an agreement is not reached under the provisions of Step B above, upon mutual agreement between the Union and the Company and at any time prior to the appointment of an Arbitration Board, or other body, another party may be requested to confer with the Union and the Company to assist in the settlement of any difference arising from an alleged violation of this Agreement, **or by mutual agreement between the parties the grievance may go before the Canadian Joint Grievance Panel.** Within ten (10) days of appointment, the selected party will make inquiries which it considers adequate and will submit in writing recommendations for settlement of the difference which will not be binding upon either the Union or the Company or detract from their privileges under this Agreement. All expenses incurred by the appointed party will be paid equally by the Union and the Company. The parties may agree that the recommendation rendered at this Step will be binding on both parties. If a solution is reached, this shall be final.

7.02 GRIEVANCE — TIME LIMIT

Any discharged or suspended employee may, within seventy-two (72) hours of his discharge or suspension, (exclusive of Saturdays, Sundays and General Holidays), in writing, require the Company to give him the reasons for his discharge or suspension and the Company will give such reasons to him, in writing, within seventy-two (72) hours of such request and in the event of any dispute or difference as to whether or not there was proper cause for the discharge or suspension of such an employee, only the reasons so set forth in writing, shall constitute cause.

7.03 SECTION 87 (1)

Grievances pertaining to discharge and suspension will not be processed under Section 87 (1) of the Labour Relations Code of B.C. unless there is mutual agreement between the Parties.

ARTICLE 8 — ARBITRATION

8.01 If the procedures set forth in Section 7.01, Step A and Step B, do not result in a solution being reached within seven (7) days of the first discussion between a business representative of the Union and a representative of the Company, or within such further period as the Company and the Union agree to in writing, the dispute shall be referred to an Arbitration Board of three (3) persons appointed as follows:

- (a) The Party desiring arbitration shall appoint a member for the Board and shall notify the other Party in writing of the name and address of the person so appointed and particulars of the matter in dispute.
- (b) The Party receiving the notice shall within five (5) days appoint a member for the Board and notify the other Party of its appointment.
- (c) The two (2) Arbitrators so appointed, shall confer to select a third person to be Chairman, and failing for three (3) days from the appointment of the second of them to agree upon a person willing to act, either of them may apply to the Minister of Labour of British Columbia to appoint such third member.
- (d) The Arbitration Board shall sit, hear the Parties, settle the terms of the question to be arbitrated, and make its award within ten (10) days from the date of the appointment of the Chairman, provided the Parties may extend the time by agreement in writing.
- (e) The Parties may mutually agree that a sole arbitrator be appointed in place of a three (3) person board. The decision of the sole arbitrator shall be deemed to be the decision of the Board and shall be final and binding. All expenses incurred by the sole arbitrator shall be paid equally by the Parties. Each Party shall pay its own costs.

8.02 If the Arbitration Board finds (or if at any earlier stage of the Grievance Procedure it is found) that an employee has been unjustly suspended or discharged, that employee shall be reinstated by the Company without loss of pay and with all his rights, benefits and privileges which he would have enjoyed if the suspension or discharge had not taken place, or if the Arbitration Board finds (or if at any earlier stage of the Grievance Procedure it is found) that an ex-employee should have been rehired, that ex-employee shall be employed by the Company and paid all pay which he would have enjoyed and accorded all rights, privileges and benefits which he would have enjoyed if he had been hired at the proper time provided, that if it is shown to the Board that the employee has been in receipt of wages during the period between discharge or suspension and reinstatement, or date of failure to rehire and rehiring, the amount so received shall be deducted from wages payable by the Company pursuant to this Article, less any expenses which the employee has incurred in order to earn the wages so deducted, AND PROVIDED THAT the Arbitration Board if circumstances are established before it, which, in the opinion of the Arbitration Board, makes it just and equitable to do so, shall have authority to order the Company to pay less than the full amount of wages lost.

- 8.03 The Arbitration Board shall have the right to modify any penalty imposed by the Company on an employee.
- 8.04 If the award of the Arbitration Board is subsequently set aside by a court of competent jurisdiction, the question shall, at the request of either Party, be submitted to another Arbitration Board appointed pursuant to and with all the powers provided by this Article.
- 8.05 The expenses and remuneration of the Chairman shall be paid by the Parties in equal shares.
- 8.06 Without restricting the specific powers hereinbefore mentioned, the Arbitration Board shall have all the general powers of an Arbitration Board.

ARTICLE 9 — SENIORITY

9.01 SENIORITY LIST

The Company shall at least once every six (6) months, post in a conspicuous place on its premises an up-to-date list of all employees covered by this Agreement showing the date when each commenced his employment with the Company. The Company shall forward to the Union a copy of each list on the date of its posting.

9.02 PROBATIONARY PERIOD

When a new employee is hired, it is agreed that he shall be on probation for **ninety (90)** calendar days **with a written review every thirty (30) days. A copy of the review will be given to the employee and the Shop Steward.** During this period seniority will not be applicable. When the probationary period is completed seniority will commence from the date of hiring.

9.03 EMPLOYEE — RE-EMPLOYMENT

An employee re-entering the employ of the Company within twenty-four (24) months after his right to recall has expired shall not be subject to another probation period.

9.04 LAY-OFFS

- (a) In the event of lay-offs, seniority shall be recognized. The principle of last man on, first man off, shall prevail, subject to job classification. The Company shall give at least forty-eight (48) hours' notice on lay-offs, exclusive of Saturdays, Sundays and General Holidays.

If lay-offs occur, providing a senior man is capable of performing another job, he shall be given the opportunity to take such a job.

If lay-offs are to take place out of seniority, the company will discuss the matter with the Union during the forty-eight (48) hour notice period. If no agreement can be reached, the lay-offs will occur and the matter referred to the grievance procedure.

- (b) An employee laid off in one classification will be given the opportunity of displacing an employee with less seniority in a higher position provided the senior employee has the capability to perform the job.

Employees who bump to another job will be paid the wage rate for the new position.

Employees who accept a position under this Article shall have the right to reinstatement in their former position when such becomes available. The job, in such instances, shall not be posted and the employee will be reinstated in his former classification.

9.05 SENIORITY RETENTION

- (a) A laid-off employee shall retain his seniority and recall rights with the Company for the following periods:

Period of Seniority:

Less than 12 months	6 months retention
12 months and over	12 months retention
60 months and over	24 months retention

- (b) If a laid-off employee is called back to work with the Company within his right to recall period, there shall be deemed to have been no break in such an employee's continuous service with the Company by reason of such lay-off.

9.06 RE-CALL

When vacancies occur, the Company shall rehire laid-off employees according to their seniority and the principle of last man off, first man on, shall prevail, subject to their classification.

The Company shall make personal contact with laid-off employees and if unable to do so, they shall send the employee a couriered letter and copy the Steward and the Union.

It shall be the responsibility of the employee to keep the Company and the Union informed of his current address and telephone number while laid-off.

9.07 LAY-OFF PAY

If an employee is laid off for a period that exceeds his right to recall as provided for in the seniority provisions of this agreement and that employee has a minimum of two (2) years' service with the Company he shall be paid two (2) weeks' pay based on eighty (80) hours at his then applicable rate of pay. Such an employee may elect to accept lay-off pay under the provisions of this Section before the end of his right to recall period, but in so doing shall forfeit all seniority rights accruing to him under this Agreement, by reason of his term of service with the Company.

9.08 BRANCH SENIORITY

- (a) When an employee is transferred to another branch through the posting procedures as set forth in this Agreement, he shall be slotted into the branch seniority list in accordance with his Company seniority.
- (b) Employees shall not use company seniority to bump into other branches on layoff.
- (c) Temporary Branches: Where a new branch is opened and subsequently closed for whatever reason, any employee having transferred to that branch shall have the right to return to the branch from which he/she transferred with full recognition of

seniority. Branches shall be recognized as temporary when opened for less than 12 months.

Temporary branches that have been operating for one (1) year or more shall be deemed permanent branches and the aforementioned shall no longer apply.

- (d) Senior Branch employees may bump a resident mechanic attached to the Branches seniority list but only after being laid off in excess of ten (10) consecutive working days inclusive of Statutory Holidays.

9.09 Employees transferring to a non-bargaining unit position shall continue to accumulate seniority for a two (2) year period after the transfer.

If the length of service in a non-bargaining unit position exceeds two (2) years, then this will be the maximum amount that will be added to their seniority in a bargaining unit position in determining the employee's seniority date should they return to the bargaining unit.

During the period in which a former bargaining unit employee continues to accumulate seniority, the employee may bump back into the bargaining unit to their former position in the branch where they were employed in the bargaining unit.

Former bargaining unit employees now in a non-bargaining unit position who have exceeded the maximum seniority accumulation of two (2) years and any staff member who has never occupied a bargaining unit position, may only enter the bargaining unit through a posted vacancy.

9.10 Seniority standing will be cancelled through:

- (a) voluntary resignation.
- (b) exceeding authorized leave of absence unless for reasons acceptable to the Company.
- (c) accepting authorized employment while on leave of absence, as provided in Article 14.04.
- (d) not reporting when recalled to work from layoff, within three (3) working days of receiving notice to do so per Article 9.06, unless failure to report to work was reasonable and unavoidable; it being understood that the employee recalled may refuse a recall of up to five (5) consecutive work days or such other mutually agreed duration. Employees who refuse recall under this Article cannot bump a junior employee who accepted work for the period of time the senior employee refused.

Should the recall period of work extend beyond five (5) consecutive work days, the senior employee will be offered such additional work.

- (e) discharged and not reinstated under the terms of this Agreement.
- (f) layoff beyond the employee's seniority retention period.
- (g) acceptance of layoff or severance pay under the provisions of Article 9.07 or Article 15.17.

ARTICLE 10 — VACATIONS

10.01 Employees will receive vacations and be paid for the vacation in accordance with the following schedule:

<u>Years of Continuous Service</u>	<u>Vacation Period</u>	<u>Vacation Pay</u>
Less than one year	1 day for each major fraction of month worked (max. 10 working days)	4½%
1 year but less than 2 years	2 weeks	4½% or 80 hrs *
2 years but less than 7 years	3 weeks	6½% or 120 hrs *
7 years but less than 15 years	4 weeks	8½% or 160 hrs *
15 years but less than 20 years	5 weeks	10½% or 200 hrs *
20 years but less that 25 years	6 weeks	12½% or 240 hrs *
25 years but less that 30 years	7 weeks	14½% or 280 hrs *
30 years and over	8 weeks	16½% or 320 hrs *

* pay at the employee's current classified rate, whichever is greater at the time the vacation is taken.

10.02 CALENDAR YEAR

For the purpose of determining a calendar year's employment to qualify an employee for vacations and vacation pay, the Parties agree that when an employee has earned a minimum of fifteen hundred (1500) hours for which wages are payable in an employee's calendar year, running from anniversary date to anniversary date, he shall be eligible for vacations as above set forth.

Employees who work less than fifteen hundred (1500) hours shall be paid as the case may be 4½%, 6½%, 8½%, 10½%, 12½%, 14½% or 16½% of their gross earnings for the work year immediately preceding the vacation period.

10.03 VACATION PAY ON TERMINATION

In the event of termination of service with the Company after an employee had his vacation he earned for the previous year, he shall receive as vacation pay four and one-half percent (4½%), six and one-half percent (6½%), eight and one-half percent (8½%), ten and one-half percent (10½%), twelve and one-half percent (12½%), fourteen and one-half percent (14½%) or sixteen and one-half percent (16½%) as the case may be of his gross earnings he earned in the year in which he ends his employment for which no vacation has been paid.

10.04 (a) VACATION PAY — STATEMENT OF

On each employee's anniversary date, the Company shall furnish the employee with a statement showing how their vacation pay for the year concluded was calculated, and shall include all overtime payment, commissions, or anything of a monetary value on which the employee has to pay income tax.

(b) Vacation pay based on the appropriate percentage of gross earnings shall be paid out to each employee on each pay period.

- (c) The statement that is issued on an employee's anniversary will reconcile any differences that might arise due to the "whichever is greater" clause of Article 10.01 providing the employee qualifies under Article 10.02.

10.05 VACATION PERIOD

If an employee so requests, the Company will provide three (3) weeks of the employee's vacation time in the summer months (May 15th to September 15th). If a dispute arises, vacation periods will be allocated on the basis of seniority.

The Company will consider four (4) weeks' vacation during the summer months for those employees eligible for five (5) weeks or more vacation, if so requested.

10.06 VACATION ENTITLEMENT

In any year that an employee becomes entitled to an additional vacation upon reaching his anniversary date of employment, he will be entitled to one (1) week's vacation with pay at that time.

(i.e.- An employee who reached his second (2nd) anniversary on October 1st would be entitled to one (1) weeks vacation at that time plus two (2) weeks vacation in the ensuing vacation period or he could save his newly achieved vacation time and take three (3) weeks vacation in the ensuing vacation period).

10.07 VACATION — ANNIVERSARY DATE AND CUT-OFF DATE

An employee's anniversary of employment date will govern his attainment of vacation entitlement. His vacation pay and time off will be adjusted from his anniversary date to the cut-off date.

The Company may establish a vacation cut-off date.

10.08 VACATIONS — SCHEDULE CHANGE

An employee's scheduled vacation period shall not be changed by the Company within the one (1) month period immediately preceding the start of the vacation period without the consent of the employee concerned.

10.09 VACATIONS — REQUIREMENT TO TAKE

Each employee shall be required to take the full annual holiday period that he is entitled to under the provisions of this Agreement.

10.10 VACATION ENTITLEMENT — RELATED TO STATUTES

The entitlements of an employee under this Section shall at no time be less beneficial than those he would be entitled to under the provisions of any Government legislation or any Orders or Regulations made thereunder.

10.11 VACATION ENTITLEMENT — ELIGIBILITY FOR VACATIONS SHALL BE MAINTAINED, BUT NOT ACCUMULATED DURING ABSENCE

- (a) due to temporary illness or non-occupational accident exceeding one year.

(b) with authorized leave of absence.

10.12 ELIGIBILITY FOR VACATIONS WILL BE MAINTAINED AND ACCUMULATED DURING ABSENCE DUE TO:

- (a) a compensable accident;
- (b) serving in the non-permanent Armed Forces of Canada;
- (c) temporary illness or non-occupational accident not exceeding one year.
- (d) lay-off, so long as the employee retains his right to recall.

ARTICLE 11 — GENERAL HOLIDAYS

11.01 The Company shall give to each employee a holiday with pay on each of the designated general holidays. For each such holiday an employee shall be paid not less than the equivalent of the wages he would have earned at his classified rate of pay for his normal hours of work. An employee shall receive such holiday pay even if the holiday falls on a Saturday, Sunday or an employee's weekly day off. The designated general holidays shall be:

- | | |
|-------------------|---------------------|
| 1. New Year's Day | 7. B.C. Day |
| 2. Heritage Day | 8. Labour Day |
| 3. Good Friday | 9. Thanksgiving Day |
| 4. Easter Monday | 10. Remembrance Day |
| 5. Victoria Day | 11. Christmas Day |
| 6. Canada Day | 12. Boxing Day |

and any other holiday declared, proclaimed or celebrated by the Federal and/or Provincial Government will be paid for.

11.02 GENERAL HOLIDAY — SATURDAY & SUNDAY

When a General Holiday falls on a Saturday or on a Sunday or on an employee's weekly day off then the next work day shall be observed as the Holiday. If Christmas Day and Boxing Day fall on a Saturday and on a Sunday, respectively, or on an employee's weekly days off, then the next two (2) work days shall be observed as holidays.

11.03 GENERAL HOLIDAY PAY WILL BE PAID

Without limiting the general application of Section 11.01 but subject to the provisos contained herein, general holiday pay provisions will prevail:

- (a) Where an employee is off work due to any circumstance for which he is eligible to receive compensation under Workers' Compensation Act, provided such employee has earned wages from the Company during the sixty (60) calendar days immediately preceding the holiday.
- (b) Where an employee is off work due to sickness, quarantine, or an accident provided such an employee has earned wages from the Company during the sixty (60) calendar days immediately preceding the holiday. If the Company so requests, a doctor's certificate shall be submitted as proof of disability.

- (c) Where an employee is laid off or is on an approved leave of absence provided such an employee has earned wages from the Company during the two (2) calendar weeks immediately preceding the week in which the holiday occurs.
- (d) Where an employee is off work due to a death in the immediate family or is acting as a juror or witness as provided elsewhere in this Agreement.

11.04 GENERAL HOLIDAY — DURING VACATION

When a general holiday falls within an employee's scheduled vacation, he shall receive the pay of a normal shift for the holiday in addition to his vacation pay, or a day off with pay in conjunction with his vacation.

11.05 GENERAL HOLIDAY — ALTERNATE DAY

The Company shall have the option of providing an alternate day(s) for those employees required to work Heritage Day and/or Easter Monday to provide customer service. The alternate day shall, by mutual agreement, be either the last working day prior to the holiday or the Friday following the holiday.

ARTICLE 12 — WAGES

12.01 The Company shall remunerate an employee at the wage rate applicable to the job classification that such an employee is employed in. The job classification and applicable wage rates shall be those agreed upon and set out in Appendix "A", attached hereto, and forming part of this Agreement.

12.02 (a) PAY STATEMENT

The Company will issue to each employee a separate or detachable itemized statement with each pay showing separately the number of straight time hours worked and the number of overtime hours worked and the respective hourly rates applicable thereon. The statement shall also show the total wages for the pay period and the total deductions therefrom.

- (b) The Company shall, every second Friday or another designated pay day, pay to each employee all wages earned by the employee to a day not more than five (5) working days prior to the date of payment provided that if a General Holiday falls on the regular pay day, payment will be made the preceding day.

Payment of wages will be made during working hours. Where a payroll is not met within the prescribed time and unless proper reasons for the delay are forthcoming, it shall not be considered a violation of this Agreement for the employees to cease work until the wages are paid or other arrangements are made.

In the event that an employee is laid off, the Company shall pay such employee not later than the next business day after he ceased to be an employee of the Company, all wages, salary, and holiday pay earned by such employee, excluding authorized deductions. At Branch locations, the fourth (4th) business day shall apply.

12.03 TIME SLIPS

An employee shall be required, on Company time, to fill out time slips, service reports and job or work reports daily if the Company so requests.

12.04 CONSTRUCTION RATES

- (a) Construction rates of pay shall be paid to employees to install permanent machinery on construction sites or who do repair work on construction sites that would otherwise be done by members of Building Trades Unions. The construction rates of pay shall only apply to the actual hours worked on the construction site.
- (b) Construction rates shall not apply to service calls, inspection calls, warranty work and delivery jobs.

12.05 ACCIDENTS — PAY TO EMPLOYEES

Employees involved in an accident while on the job shall receive eight (8) hours' pay at his classified rate for the day of the accident. If an employee is required to take time off while on the job to consult a doctor with regard to any compensable injury he has received on the job, he shall be paid for such time off provided a doctor's letter or note is supplied and he returns to complete the day's work, if practicable.

12.06 WAGE RATE — HIGHEST DAILY RATE

Where an employee works in a higher hourly wage classification, he shall be paid the higher rate for the hours worked in such classification.

12.07 OFF PROPERTY PREMIUM (ALL AREAS)

The Company will pay a premium of **one dollar and sixty-five cents (\$1.65)** per hour for all time spent on Company business while off Company property. Off property premium will be included with rate for overtime.

Effective May 1, 2006, this amount will increase to one dollar and seventy-five cents (\$1.75) per hour.

Effective May 1, 2007, this amount will increase to one dollar and eighty-five cents (\$1.85) per hour.

ARTICLE 13 — TRAVEL TIME – TRANSPORTATION – EXPENSES

- 13.01 (a)
 - i) Travel time during the employee's regular shift hours, Monday to Friday inclusive, will be paid for at straight time.
 - ii) Travel time authorized by the Company or the customer outside the employee's regular shift hours, Monday to Friday, will be paid for at time and one-half up to a maximum of eight (8) hours in any twenty-four (24) hour period.
 - iii) All travel time for Saturday and Sunday and any holiday will be paid for at time and one-half to a maximum of eight (8) hours in any twenty-four (24) hour period.

- iv) The exception to this provision would be where first-class sleeping accommodation is provided. In this instance, time would cease at 9:00 P.M. and commence at 8:00 A.M. the next day.
- v) (a) Travel time at double time rates shall be paid outside the regular hours of work for those employees travelling in Company or rented trucks or cars. This provision shall not apply when an employee is travelling by a public carrier or to and from a public carrier.

(b) Public carriers shall be defined as follows: buses, taxis, aircraft, trains, boats and any vehicle licensed to transport passengers and operated by a licensed operator (exclusive of Company trucks or cars mentioned in V (a) preceding).

Buses, aircraft or boats that may be chartered or purchased by the Company to transport employees shall be licensed to transport passengers and operated by an operator holding a current appropriate license to do so.

Travel time by employees outside the regular shift hours under V(b) preceding shall be at time and one-half, as defined in II, III and IV.

- (b) The exception to this provision would be where first class sleeping accommodation is provided while travelling on a public conveyance. In this instance, time would cease at 9:00 P.M., and commence at 8:00 A.M., the next day.
- (c) Travel time as set out in Article 13.01 shall include the following premiums:
 - off property premiums
 - shift premiums as per Article 6.02 and 6.03
 - lead hand
 - charge hand
 - first aid
 - Northern Allowance
 - Tuesday to Saturday shift premiums

13.02 WORK OUTSIDE BRANCH AREA

Employees required to report for work outside the base branch and who cannot return home daily, shall be paid all their transportation, accommodation and meal expenses, and other reasonable, miscellaneous, listed, receipted items.

13.03 WORK OUTSIDE CITY LIMITS

- (a) In going to work outside the limits of Greater Vancouver and returning daily, men shall be at such city limits at the starting time, and allowed time to return to such city limits at the close of the work day. They shall be paid all fares to and from the city limits to place of work, or alternatively, be supplied with transportation by the Company. It is understood that where employees reside in the city where the work is being done, they shall report to and finish work at the regular starting and stopping time.
- (b) All time spent driving or riding in a motor vehicle to and from such job or jobs shall be considered as time worked.

13.04 JOBS AWAY FROM HOME

- (a) When an employee is going out on a job which will require his absence from home for one or more nights, the Company shall inform such an employee, on or before the day of his departure, of the approximate length of time he will be out on the job. If an employee is sent out on one job and subsequently is assigned to other jobs, the total period will not be extended beyond fourteen (14) days.
- (b) If there is reason to extend this period, and the employee requests to return home, the Company will transport such an employee back to his home base and during such transportation such an employee shall be accorded all the benefits and conditions as to travelling as provided under this Agreement.
- (c) This will not preclude long term out-of-town assignments which will be arranged in advance.

13.05 STANDBY TIME

If an employee reports to a field job outside the Greater Vancouver area and through no fault of his own, is unable to work, he shall immediately contact the Company for instructions. Nevertheless, while being required to stand by the job, he shall be paid for a regular shift of eight (8) hours in each twenty-four (24).

13.06 LAY OVER TIME

Where an employee is required to remain in the field on Saturday, Sunday or a General Holiday, he shall be paid eight (8) hours for each such day at straight time rates.

13.07 EMPLOYEE VEHICLES

Employee vehicles shall not be used on Company business.

ARTICLE 14 — LEAVE OF ABSENCE

14.01 UNION SERVICE

- (a) The Company shall allow time off work without pay for any employee who is serving on a Union Committee for purposes of discussions with the Company, or serving as a Union delegate to any conference or function, provided all requests for time off are reasonable and do not interfere with the proper operation of the business.
- (b) No employee who acts within the scope of this sub-section shall lose his job or be discriminated against for so acting.

14.02 LEAVE OF ABSENCE DUE TO INJURY

- (a) When an employee suffers an injury, whether on the job or not, or suffers any illness preventing him from reporting to work, he will automatically be granted leave of absence until such time as his doctor states he can return to work.
- (b) When any employee suffers an injury or illness which requires his absence, he shall report the fact to the Company as soon as possible, prior to his actual starting time, so that adequate replacement may be made if necessary.

14.03 LEAVE OF ABSENCE — APPLICATION FOR

If an employee desires a leave of absence for reasons other than those referred to in this Section, he must obtain permission, in writing, for the same from the Company, a copy to be supplied to the Union.

14.04 LEAVE OF ABSENCE — OTHER EMPLOYMENT DISALLOWED

In any instances where an employee accepts other employment without the consent of Management, when on leave of absence for any reason, his employment may be terminated, subject to proper proof of same.

ARTICLE 15 — GENERAL PROVISIONS

15.01 INJURY REPORT

An employee suffering injury while in the employ of the Company must report to the first aid department immediately, or as soon thereafter as practicable, and also report to that department on returning to work.

15.02 WASHROOM FACILITIES

Adequate washroom facilities will be provided by the Company and kept in sanitary condition. Employees will cooperate by observing the simple rules of cleanliness.

15.03 (a) SAFETY CLOTHING

The Company will provide the following:

- Rubber clothes
- Rubber boots
- Welders' gloves
- Welders' aprons
- Goggles
- Helmets of a reasonable fit and a reasonable quantity as a tool crib item for shop, yard and field use
- Hard hats for job use where required.

(b) SAFETY GLASSES

Each employee required to wear prescription glasses shall be reimbursed by the Company for the cost of replacement glasses upon provision of receipts up to a maximum of one hundred & fifty dollars (\$150.00) once per year to be paid on a separate cheque.

For reimbursement the safety glasses must meet WCB safety regulations and include side shields.

15.04 PROTECTIVE CLOTHING

The Company shall supply protective clothing when employees are engaged in cleaning equipment. Winter boot (felt packs) shall be supplied as a tool crib item as required.

NOTE: It must be recognized that an understanding of this nature requires a high degree of cooperation between employees and the Company. Employees will not arbitrarily stop work without advising their supervisors.

15.05 WATERLESS HAND CLEANER

Waterless hand cleaner shall be supplied at all mechanical operations covered by this Agreement.

15.06 COVERALLS

All employees required to wear coveralls or smocks shall have these supplied and cleaned by the Company at no expense to the employees involved. Any smock or set of coveralls supplied, shall be of the proper size to fit the employee. There shall be at least three (3) changes available each week to the employees involved, and field servicemen going out on calls shall have several extra sets of coveralls to take with them when they go out on such calls. Insulated coveralls shall be supplied as a tool crib item as required.

15.07 LUNCH ROOM

The Company will supply suitably enclosed heated accommodation where employees may have their lunch. Lockers for personal storage shall be provided.

15.08 REST PERIODS

An employee shall be granted two (2) ten (10) minute breaks during the course of each shift – one (1) in each half of the shift. An employee shall be granted a ten (10) minute break after each two (2) hours of overtime he works in any day. If an employee is working off the Company's premises, these periods shall be increased to fifteen (15) minutes.

15.09 CLEAN-UP

Employees shall be allowed a minimum of five (5) minutes personal clean-up time each shift, such time to precede the end of the shift.

15.10 SHOP TEMPERATURE

With the cooperation of employees, the Company will attempt to maintain shop temperature above 50 degrees Fahrenheit (10 degrees Celsius), during cold weather. The Company agrees not to require its employees to perform outside repair work in temperatures below -20 degrees Fahrenheit (-29 degrees Celsius), unless adequate protection and some form of heat is provided. Tarpaulins, windbreaks, etc., shall be erected before commencement of work and heat must be made available.

15.11 SHOP STEWARD

- (a) The Union may elect or appoint a Shop Steward or Shop Stewards to represent the employees and the Union shall notify the Company as to the name or names of such Shop Steward or Shop Stewards. The Company agrees that no Shop Steward shall suffer any discrimination by reason of holding such office.

- (b) When the Company for any reason finds it necessary to layoff or terminate a Shop Steward, the Business Representative of the Union shall be notified prior to such termination.
- (c) Upon informing Management, authorized agents of the Union shall have access to the Company's premises during working hours for the purpose of adjusting disputes, investigating working conditions and ascertaining that the Agreement is being adhered to in the operation.
- (d) The Shop Steward shall be allowed reasonable time during working hours to carry out his duties. Any employee being reprimanded by the Company shall have the right to request that the Shop Steward be in attendance.

15.12 PICKET LINE

It shall not be considered a violation of this Agreement for an employee to refuse to cross a picket line which has been legally established as a result of a bona fide labour dispute between a recognized Trade Union and an Employer with whom the picketing Union has a dispute.

15.13 BONDING

If, at any time, the Company requires an employee to be bonded by an individual bond, the cost of such bonding shall be assumed by the Company. An employee shall not fill out the required bonding application form until such application form has been sanctioned by the Union.

15.14 (a) TOOL INSURANCE

The Company shall provide, at its expense, tool insurance coverage to each eligible Journeyman and Apprentice. Such coverage shall pay the cost of replacing an employee's tools, tool for tool, at no cost to the employee when the tools are lost, or damaged due to theft, vandalism, fire or flood or when being transported by public carrier.

Such tool insurance shall include coverage on an employee's tool box.

(b) TOOL ALLOWANCE

Journeyman Mechanics with 12 months' service shall receive **four hundred dollars (\$400.00)** as a tool allowance upon provision of **original** receipts, to be paid on a separate cheque. Welders with a minimum tool list as mutually agreed by the Parties shall receive **one hundred twenty dollars (\$120.00)**.

Effective May 1, **2006** increase Journeyman Mechanics tool allowance to **four hundred ten dollars (\$410.00)**. Increase tool allowance for Welders with a minimum tool list to **one hundred thirty dollars (\$130.00)**.

Effective May 1, 2007 increase Journeyman Mechanics tool allowance to four hundred twenty dollars (\$420.00). Increase tool allowance for Welders with a minimum tool list to one hundred forty dollars (\$140.00).

Apprentice Mechanics having a set of tools comprising 80% of the value of an average Journeyman Mechanic's kit, shall also qualify for such allowance.

New Journeymen Mechanics and Apprentice Mechanics who work less than 12 months' in the year prior to May 1st of each calendar year shall be entitled to a portion of the above allowance pro-rated to the number of full months worked.

- (c) TOOL INVENTORY - Each employee will provide a brand name inventory of his tools on each anniversary date of the Agreement on a form supplied by the company to be eligible for tool insurance and tool allowance.
- (d) Where an employee has warranty on a broken tool, he will first attempt to claim such warranty.

15.15 SUB-CONTRACTING

Where the Company's facilities, space and trained personnel are available, the Company will endeavour to continue to have all work which is presently performed by its employees, performed by members of the bargaining unit.

The Employer and the Union will meet as required to discuss problems regarding sub-contracting.

15.16 NOTICE BOARD

- (a) A notice board shall be provided for the posting of all official Union notices exclusively, and will not be used for the purpose of disseminating political information. The right is reserved to the Company to request the removal of material offensive to the Company.
- (b) The following information shall be kept in a central location, readily accessible to the Shop Steward:
 - 1. Seniority list
 - 2. Copy of the Agreement
 - 3. Welfare Plan Provisions

Any employee requiring such information shall contact the Shop Steward for same.

15.17 SEVERANCE

In the event of amalgamation, permanent closure of the plant, or a department thereof, or automation, causing an employee to lose his employment with the Company, the Company hereby agrees to pay severance pay to such an employee provided the employee has a minimum two (2) years' service with the Company. Severance pay shall be based on an employee's regular rate of pay at the date of his severance and shall be paid in accordance with the following schedule:

One (1) week's pay for each year of service with the Company to a maximum of seventeen (17) weeks.

In the event that part of the plant remains open or that an employee has lost his employment because of amalgamation or automation, an employee eligible to receive severance pay may elect to remain on the seniority list for possible recall. The Company

shall hold the severance pay for such an employee for the period of his right to recall but during such period the employee may, subject to the same forfeiture provisions of Article 9.07 of this Agreement, request and receive payment of such pay.

15.18 BEREAVEMENT PAY

If an employee suffers a death in the immediate family, he shall be granted compassionate leave of absence with full pay for three (3) days. Immediate family means: spouse, mother, father, brother, sister, children, mother-in-law, father-in-law, grandparents and grandchildren. If the employee affected does not attend or arrange services then he shall only be entitled to one (1) day as provided under this Section.

Employees on vacation shall be eligible for bereavement leave and pay.

Employees on layoff or receiving wage loss income shall not be eligible for bereavement leave or pay.

15.19 JURY DUTY

- (a) All time lost by an employee due to necessary attendance on jury duty or acting as a witness or any court proceedings arising out of his employment, or subpoenaed as a witness, or in completing his driver's tests required by the employee for actual employment with the Company, or doctor's examinations in connection therewith, shall be paid for by the Company at the rate of pay applicable to said employee.
- (b) When an employee returns from serving on jury duty or from participating as a witness, he will be returned to the job held prior to serving.
- (c) If an employee is employed on an afternoon or graveyard shift and attends upon jury duty or if an employee is attending upon jury duty or acting as a witness and becomes scheduled to commence work on an afternoon or graveyard shift, such an employee shall not be required to work such shifts and shall receive pay for time loss pertaining to jury duty or acting as a witness as provided in this Subsection. All jury duty pay received by an employee for the days he received pay from the Company shall be paid over to the Company. Any employee on jury duty shall, subject to this Section, make himself available for work before or after being required for such duty whenever practicable during his regular shift.

15.20 DISMISSED OR IMPROPER CHARGES

When a charge is laid against an employee, such charge arising while the employee was acting within his scope of employment with the Company, and such charge is dismissed or held improper by a court of competent jurisdiction or on an appeal taken therefrom, the Company shall pay the employee at his regular rate for the time loss due to attendances on his legal counsel and any court appearances. The Company shall also reimburse the employee for any legal fees and other legitimate expenses that the employee has incurred. Prior to the employee taking steps to defend himself, he shall consult the General Manager of the Company to determine which legal firm should be used.

15.21 TRANSFER

When an employee agrees to a transfer, the Company shall:

- (a) Allow reasonable living expenses to the transferred employee up to a maximum of thirty (30) days. Living expenses are to be discussed initially with the employee before departure and each fifteen (15) days thereafter;
- (b) Pay the transferred employee's transportation costs to the new location and supply first class accommodation and meals to the employee while he is en route to the new location;
- (c) Assume the cost of moving the transferred employee's family and household goods to the new location. This shall include the cost of transporting and accommodating the family while en route to the new location.

No transferred employee shall move his family or household goods at the Company's expense without written authority from the General Manager of the operation.

Any employee transferred to another branch shall, when his assignment is completed at that branch or location, have the Company pay all costs of moving him, his family and household effects back to his original location. This provision will only apply to employees who have been in the transferred position for three (3) years, or less.

15.22 ARTICLE HEADINGS

The article headings shall be used for purposes of reference only, and may not be used as an aid in the interpretation of this Agreement.

15.23 EDUCATION FOR UPGRADING

The Company agrees to consider the reimbursement of fees to an employee where he is improving or upgrading himself in his line of work. The cost of Tradesmen Qualification Examinations will also be considered.

The Company will be consulted prior to the employee incurring the obligation.

The Company shall pay for all authorized industrial first-aid courses as well as all required refresher courses for designated first-aid attendants.

15.24 SAFETY BOOT ALLOWANCE

All employees with twelve (12) months service at May 1st will be eligible to receive **one hundred forty dollars (\$140.00)** as a Safety Boot Allowance towards the purchase and repair of Workers Compensation Board approved safety boots. Allowances to be paid on a separate cheque only on production of **original** receipts.

Effective May 1st, **2006** increase Safety Boot Allowance to **one hundred forty-five dollars (\$145.00)**.

Effective May 1st, 2007 increase Safety Boot Allowance to one hundred fifty dollars (\$150.00).

New employees with less than 12 months' service prior to May 1st of each calendar year shall receive a portion of the above allowance pro-rated to the number of full months employed with the Company.

Unused portions of the allowance may be carried over for one (1) year.

Winter felt boot allowance shall be supplied to a maximum of \$50.00 per year for working in adverse winter conditions.

15.25 The Union reserves the right to render assistance to other labour organizations. It shall not be considered a violation of this Agreement for an employee to refuse to work with a non-Union workman (or workmen).

15.26 MOONLIGHTING

No employee shall undertake any work outside the Company premises which could be construed in any way as competitive with the Company. It is understood that an employee on layoff may practice his trade but may not solicit business from the Company's customers as a self-employed person.

The term "moonlighting" shall refer to an employee who works for two or more employers. When this practice affects the Company's business or the employee's ability to perform his job, it shall be cause for discipline.

Prior to undertaking any personal interest or employment which could be in conflict with this Article, the employee will advise and receive approval for same from Management and the Union.

ARTICLE 16 — TECHNOLOGICAL OR PROCEDURE CHANGES

16.01 In the event the Company proposes the introduction of equipment in its operations, requiring specialized training, the Company agrees to give the first opportunity to employees then on the payroll through the job posting procedures of this Agreement, to operate this equipment and/or train to operate the equipment, provided the applicant qualifies with the requirements of an aptitude test, cost of such test to be borne by the Company. Any employee taking such a test is entitled to know the results of such test. The Company further agrees to notify the Union as soon as its final decision is made as to the introduction of new equipment or any procedural change. Failure on the part of the Company to comply with these provisions will automatically give cause for grievance.

The Company agrees to work with the Union and with Canada Manpower in order to arrange for training of employees whose jobs no longer exist as a result of automation or a substantial change in job content, but whose seniority entitles them to continued employment. Such employees shall have the choice of taking the training provided or of accepting a lay-off.

ARTICLE 17 — JOB POSTING

17.01 It is the intent of the Parties that when new jobs are available or a vacancy occurs, the Company will consider employees, wherever possible, prior to hiring a new employee consequently;

- (a) In the event that a new job is created or a vacancy occurs or new equipment is installed in the operation, the Company shall post a notice on the bulletin board notifying that a vacancy exists in a particular job.
- (b) Employees desiring such job shall then apply, in writing, within thirty-six (36) hours of such posting, except that employees on vacation or out of town on work for the Company at such time shall have the privilege of applying when they return.
- (c) Seniority, qualifications and ability shall be the determining factor in selecting applicants. Seniority shall be the governing factor if there is more than one qualified applicant.
- (d) The successful applicant on a job vacancy shall be considered to be on a trial period for up to thirty (30) working days. During this trial period, the employee must demonstrate that he can satisfy the requirements of the work performance criteria for the job to the satisfaction of the Employer.
- (e) During the trial period, an employee who fails to demonstrate the ability to perform the job or who chooses not to retain the position shall be returned to their former position, without a loss of seniority. In such cases, the Employer shall have the right to require all employees who changed job positions in consequences of the promotion, to move back into their job positions and wage rates, which they occupied prior to the promotion.
- (f) The vacancy may be temporarily filled until a permanent replacement is decided through the application of this Article.

17.02 NEW JOB CLASSIFICATION

- (a) When a new job classification is introduced which is not included in the list of classifications in Appendix "A", the Company and the Union shall promptly negotiate a wage rate for such classification.
- (b) Every effort will be made by the Parties to conclude negotiations within thirty (30) days, but in any event, the rate established shall be retroactive to the day the new job commenced.
- (c) In the event the Parties hereto are unable to conclude negotiations the matters in dispute shall be referred to a single Arbitrator agreed upon between the Parties. Failing such agreement, either Party at any time may call upon the Minister of Labour of British Columbia to appoint an Arbitrator.

ARTICLE 18 — TRUCK MAINTENANCE AND SAFETY

18.01 TRUCK MAINTENANCE

It is to the mutual advantage of both the Company and the employees, that employees should not operate vehicles which are not in safe operating condition and not equipped with the safety equipment required by law. The maintenance of equipment in sound operating condition is not only a function but a responsibility of Management and in respect thereto the Company agrees as follows:

- (a) The Company shall not require employees to take out on the streets or highways any vehicle that is not in safe operating condition or equipped with safety equipment, seat belts, or stickers prescribed by law. It shall not be a violation of this Agreement where employees refuse to operate such equipment.
- (b) All trucks owned or leased by the Company must have steps or other similar devices to enable drivers to get in and out of the body for safety purposes.
- (c) It is agreed between the Company and the Union, having regard for the safety and driver health factor, that all vehicles shall have adequate heaters, windshield wipers and defrosters installed.
- (d) It is mutually agreed that a form shall be supplied the driver on which he must report defects in equipment with sufficient copies so that the driver may retain a copy and so that the head office of the Company will have a copy of this report on file.
- (e) When a driver reports a defect in equipment, he must tag or mark the vehicle involved in such a manner so that any other employee will notice the defective equipment. It shall be the Company's responsibility to supply tags or other marking devices. This tag to be left on the vehicle in order to show the work has been completed and shall be removed by the out-going driver.
- (f) The Company shall not compel any driver to operate a vehicle which weighs in excess of the legal gross weight limits. Where a driver with the knowledge of the Company operates with an overload and is convicted, the Company shall be responsible for any fines involved. Drivers, who of their own accord, operate with an overload may be subject to discipline and responsible for their own fines.
- (g) The Company shall supply a fire extinguisher and an adequate first aid kit for each service vehicle. Each uncovered service vehicle shall be equipped with a tarpaulin.
- (h) Bulkheads will be installed on van-type trucks.

ARTICLE 19 — MEDICAL – INSURANCE – DENTAL – PENSION

- (a) The Employer shall provide and maintain the following coverage for their employees at no cost to such employees. At no time will coverage be less than that currently in place as indicated in Appendix "C".
- (b) The benefits provided under this Article will be firstly subject to the terms of the Collective Agreement and secondly to the terms of the insurance contracts between the Company and the Insurance Carrier.

- (c) The Parties recognize that the Plan may contain restrictions, exceptions, qualifications, and other terms affecting entitlement to benefits. Questions of entitlement and eligibility will be determined by clause “b” firstly and then by the terms of the insurance plan and the insurer’s contract.

19.01 MEDICAL

The medical coverage will be equivalent to that supplied by the Medical Services Plan of British Columbia.

19.02 EXTENDED HEALTH BENEFITS – VISIONCARE

\$200.00 every twenty-four (24) months per family member.

The Company will provide additional coverage regarding eye examinations for employees and dependants at 80% to a maximum of seventy-five dollars (\$75.00) per person every two years (24 months).

19.03 GROUP INSURANCE COVERAGE

LIFE INSURANCE	\$ 40,000.00	
ACCIDENTAL DEATH INSURANCE	(24 hour coverage)	\$100,000.00
WEEKLY INDEMNITY	\$ 440.00	(1-8-52)*
- 1st day of disability due to an accident		
- 8th day of disability due to sickness for		
- Maximum period of fifty-two (52) weeks.		

HEALTH & WELFARE

Health & Welfare Policy Brochures outlining Benefit coverage will be distributed with the Collective Agreement and will be made available at the request of an Employee or the Union within 30 days after ratification.

19.04 DENTAL PLAN

A–BASIC DENTAL	100%	No limit
B–PROSTHETICS (CROWNS, BRIDGES & DENTURES)	50%	Maximum \$1,500.00 per year per individual
Orthodontics (All members of the family):	50%	Lifetime Maximum: \$1,500.00 per individual

19.05 ELIGIBILITY

An employee will be eligible for all coverage outlined above on the first (1st) day of the month following completion of his probationary period. Current employees on recall who are rehired more than sixty (60) days after the end of the month of layoff, will be reinstated for all coverage outlined above on the first (1st) day of the month following recall providing they remain actively employed on that date.

An employee re-entering the employ of the Company within twenty-four (24) months after his right to recall has expired shall be eligible for all coverage effective on the first day of the month following commencement of re-employment.

19.06 INSURED BENEFIT COVERAGE - ON LAY-OFF

An employee who is laid off will be eligible for continued Health & Welfare Benefit coverage (i.e. Medical, E.H.B. & Dental) for sixty (60) days after the end of the month of lay-off. Coverage will continue for the period stated so long as the Employee is unemployed and not receiving income from another Company.

19.07 PENSION PLAN

Effective May 1, 2005 the Company shall make contributions at the rate of **four dollars and twenty-five cents (\$4.25)** per hour for which wages are payable hereunder to each employee within the scope of this Agreement to the Operating Engineers' Pension Plan. The Employer's contribution will increase to the following amounts on the dates indicated below:

Effective May 1st, **2006** increase pension contributions to **four dollars and thirty-five cents (\$4.35)**.

Effective May 1st, 2006 increase pension contributions to four dollars and forty-five cents (\$4.45).

The Company is required to report on the forms provided by the Pension Plan.

Contributions must be forwarded by the Company to the Operating Engineers' Pension Plan by the fifteenth (15th) day of the month following that which contributions cover.

The Pension Plan's Auditor may inspect during regular business hours a Company's record of time worked by employees and contributions made to the Plan.

The Pension contribution will not apply to Sick Time hours.

19.08 LONG TERM DISABILITY

The Employer agrees to provide an employee paid Long Term Disability Plan which pays sixty percent (60%) of monthly earnings to a maximum of one thousand dollars (\$1,000.00).

19.09 EXTENDED COMPANY COVERAGE

Where the Company presently has an employee benefit plan in effect covering weekly wage indemnity and/or salary continuation, and/or life insurance and/or accidental death and dismemberment coverage and such coverage is in excess of the coverage outlined in this Agreement, then the Company shall continue such coverage and the cost of the coverage which is in excess of the coverage outlined in this Agreement shall be borne equally between the Company and the employee, where the employee elects to do so on a voluntary basis.

19.10 SICK TIME

The Company shall grant sick leave credits to each employee. These credits will be granted on the following basis.

At the beginning of each service year with the Company, an employee will receive credit for forty-eight (48) hours' sick leave to apply to the service year which is just commencing. Before reaching an anniversary date at which time sick time will be received, an employee will receive during the interim period, sick leave credit based on four (4) hours per month which will be accumulative to a maximum of forty-eight (48) hours. A new employee shall not receive sick leave credits until he has been in the employ of the Company for sixty (60) calendar days.

The Company shall, to the extent that sick leave credits are available, pay to an employee who reports sick on a regular work day the equivalent of the wages he would have earned at his classified rate of pay for his normal hours of work and reduce his sick leave credits by the number of hours that correspond with the number of hours that he would normally have worked.

Sick time shall be subject to the following provisions:

1. Sick leave shall be granted for an employee's personal use only.
2. An employee who reports sick during any day will have his sick leave allotment reduced by the number of hours not worked during that day.
3. Sick time is not to be used for any purpose other than legitimate illness.
4. All absence due to illness of a duration of more than three (3) consecutive scheduled work days shall require a doctor's certificate to an employee's department manager. Where a doctor's certificate is required by the Company, the cost of such certificate shall be borne by the Company.
5. It is the responsibility of an employee to immediately notify his department supervisor of absence due to illness. If there is no notification, absence may be considered absence without pay.
6. A committee of three (3) comprised of an employee's supervisor, department manager and a business representative of the Union, shall rule on any contingencies not covered by these provisions.
7. In computing time served with the Company for the purpose of determining eligibility for sick time with pay, it will be governed by an employee's commencement date with the Company.
8. Two (2) days' unused sick time per service year may be accumulated up to a maximum of twelve (12) extra days sick time provided that:
 - (a) There has been no more than two (2) days' sick leave credits used in that service year for which the extra days are granted.
 - (b) Accumulated extra sick time may only be used after the annual six (6) sick time days have been used up.

9. No pay or allowance will be made in lieu of sick time.

ARTICLE 20 — SAVINGS CLAUSE

- 20.01 No employee, who prior to the date of this Agreement was receiving more than the rate of wages as set out in the Schedule(s) attached hereto or working less hours than stipulated in this Agreement, shall suffer a reduction of wages or increase in hours worked per week because of the adoption of this Agreement.
- 20.02 If any Article or Section of this Agreement should be held invalid by operation of law or by a tribunal of competent jurisdiction, or if compliance with or enforcement of any Article or Section should be restrained by such tribunal, pending a final determination as to its validity, the remainder of this Agreement or the application of such Article or Section to persons or circumstances other than those as to which it has been held invalid, or as to which compliance with or enforcement of has been restrained, shall not be affected thereby.
- 20.03 In the event that any Article or Section is held invalid or enforcement of or compliance with which has been restrained, as above set forth, the Parties affected thereby shall enter into immediate collective bargaining negotiations, upon the request of the Union, for the purpose of arriving at a mutually satisfactory replacement for such Article or Section during the period of invalidity or restraint. If the Parties do not agree on a mutually satisfactory replacement, they shall submit the dispute to the Grievance Procedure.

ARTICLE 21 — DURATION

- 21.01 This Agreement shall be in full force and effect from and including May 1st, **2005**, to and including April 30th, **2008**, and shall continue in full force and effect from year to year thereafter subject to the right of either Party to this Agreement within four (4) months immediately preceding the date April 30th, **2008**, or immediately preceding the anniversary date in any year thereafter, by written notice to the other Party, require the other Party to commence collective bargaining with a view to the conclusion of a renewal or revision of the Collective Agreement or a new Collective Agreement.
- 21.02 Should either Party give written notice to the other Party pursuant hereto, this Agreement shall thereafter continue in full force and effect until the Union goes on strike, or the Company locks out, or the Parties shall conclude a renewal or revision of the Agreement or a new Collective Agreement.
- 21.03 By agreement of the Parties hereto, the provisions of Section 50 (2) and (3) of the Labour Relations Code of B.C. are specifically excluded.

Signed this _____ day of _____, **2005**.

TERRATECH EQUIPMENT

INTERNATIONAL UNION OF OPERATING
ENGINEERS, LOCAL 115

APPENDIX "A" — WAGE SCHEDULE

	<u>May 1, 2005</u>	<u>May 1, 2006</u>	<u>May 1, 2007</u>
SHOP:	27.07	27.67	28.41
MECHANIC			
WELDER			
PAINTER			
TOOL CRIB	24.29	24.89	25.63
JOURNEYMAN PARTSMAN	26.07	26.67	27.41
YARD/SHOP HELPER	18.11	18.71	19.45
(Steamcleaning, washing parts, assisting journeymen when required. There shall be not more than one yard/Shop Helper per Branch.)			
WAREHOUSEMAN			
Start	18.49	19.09	19.83
Six months	18.99	19.59	20.33

(Drives pick up for parts as required, checks packing slips to identify and bins warehouse items, knowledgeable in inventory practices, assists in shipping, receiving and packaging, operates forklift, keeps warehouse neat and tidy. Warehousemen shall have the first opportunity to move from this position into a Partsman/Shipper Receiver classification or apprenticeship as per the job posting procedure. There shall be not more than one Warehouseman per Branch.)

PREMIUMS

- LEAD HAND 5% over and above the Journeyman rate.
- CHARGE HAND 10% over and above the Journeyman rate.
- FIRST AID ATTENDANT \$.50
- NORTHERN ALLOWANCE \$.17

Employees employed in branch offices in Prince George, or in branches north of the latitude passing through Prince George, will receive the above premium.

New employees hired after August 30th, 1994 shall not receive Northern Allowance.

- A.01 Students shall be paid ten dollars and eight cents (\$10.08) per hour and will accumulate no seniority. They shall also be exempt for coverage under the Medical – Insurance – Dental – Pension provisions of this Agreement.

A.02 PARTSMEN RATES:

1st 6 months	65% of Journeyman Partsman rate
After 6 months	70% of Journeyman Partsman rate
After 12 months	75% of Journeyman Partsman rate
After 18 months	80% of Journeyman Partsman rate
After 24 months	85% of Journeyman Partsman rate
After 30 months	90% of Journeyman Partsman rate
After 36 months	95% of Journeyman Partsman rate
After 42 months	95% of Journeyman Partsman rate
After 48 months	100% of Journeyman Partsman rate

APPRENTICE PARTSMAN:

1st 6 months	50% of Journeyman Partsman rate
After 6 months	55% of Journeyman Partsman rate
After 12 months	65% of Journeyman Partsman rate
After 18 months	70% of Journeyman Partsman rate
After 24 months	80% of Journeyman Partsman rate
After 30 months	90% of Journeyman Partsman rate
After 36 months	100% of Journeyman Partsman rate

Apprentice Partsman indentured under the Apprenticeship Act shall be paid on the basis of the percentage increments provided therein for the Partsman Apprenticeship program.

A.03 Any Partsman put in charge of a shift or branch shall be classified and paid as a Journeyman Partsman regardless of his length of service.

A.04 Where four (4) or more Parts Department employees are working on a shift then one (1) of them shall be designated as a Lead Hand.

A.05 SHIPPER/RECEIVER

- (a) A Shipper/Receiver will generally perform duties involved in receiving, shipping, picking, binning and other warehouse duties.
- (b) The Company may hire persons to work in the warehouse as Shipper/Receiver who shall be paid on the schedule of Partsman rates as per A.02 above, but who will not exceed ninety percent (90%) of the Journeyman Partsman rate.
- (c) Shipper/Receivers when moving to Partsman category will continue to receive the applicable rate of pay determined by his length of service and if he is at the ninety percent (90%) rate of Journeyman Partsman, he shall work one (1) year at that rate before proceeding to a higher rate.

APPENDIX "B"

B.01 APPRENTICES

- (a) All Apprentices employed by the Company shall be indentured to the Operating Engineers' Apprenticeship Plan in accordance with the provisions of the Operating Engineers' Apprenticeship Plan.
- (b) A ratio of one (1) Apprentice shall be allowed for each four (4) Journeymen.
- (c) Registered Apprentices who, as a requirement of their Apprenticeship, attend school, shall be paid regular wages based on a forty (40) hour week up to a maximum of six (6) weeks in each calendar year while attending school, less the Government grant.
- (d) An Apprentice having served his required time and having passed any necessary examinations will automatically be classified as a Journeyman.
- (e) Indentured Apprentice Scale:

1st 6 months	– 50% of Journeyman rate
After 6 months	– 55% of Journeyman rate
After 12 months	– 60% of Journeyman rate
After 18 months	– 65% of Journeyman rate
After 24 months	– 70% of Journeyman rate
After 30 months	– 75% of Journeyman rate
After 36 months	– 80% of Journeyman rate
After 42 months	– 90% of Journeyman rate
After 48 months	- 100% of Journeyman rate
- (f) The Employer shall make contributions at the rate of five cents (\$.05) per hour for which wages are payable hereunder, to each employee within the scope of this Agreement to the Operating Engineers (Local 115) Joint Apprenticeship and Training Plan, 4333 Ledger Avenue, Burnaby, B.C., V5G 3T3.
- (g) An Apprentice shall not receive further percentage increments without having passed the required training modules and having served his required time on the job.
- (h) The Parties hereby agree that apprentices indentured to the said Apprenticeship program are required to pass all prescribed courses in order to be paid as per B.01(e) and A.02 of the Collective Agreement.
- (i) The Employer shall be responsible for the preauthorization/registration of benefits payable through the H.R.D.C.

B.02 LEAD HAND

A Lead Hand is an employee who is able and willing to instruct others in the performance of their work, or who, because of exceptional skill and ability or the nature of his work, is so recognized by the Company.

B.03 CHARGE HAND

A Charge hand is an employee assigned to instruct others in the performance of their work and is held responsible for the quality and quantity of the work.

APPENDIX "C"

CLASSIFICATION E – UNION EMPLOYEES

Waiting Period	Upon completion of probationary period (60 days of employment).
Dependent Child	Up to age 21; or age 25 if a full-time student at college or university.
Minimum # Hours	To be eligible for benefits employee must work at least 20.0 hours/week

HEALTH BENEFITS

Your provincial health plan covers most basic hospital and medical costs. Your supplementary health benefit covers additional expenses once your provincial coverage is exhausted, or expenses that are not covered under the provincial plan.

Hospital	80% coverage for private or semi-private accommodation.
Drug	80% coverage for drugs which legally require a written prescription.
Out of Province	100% coverage for emergency treatment.
Major Medical	80% coverage includes supplies and appliances. Hearing aids limited to \$400/5 years/child.
Private Nursing	80% coverage for private duty nursing. Limited to 30 days – in hospital only.
Paramedical	80% coverage for physiotherapists and other practitioners as listed below. Note: Co-insurance is 80% for the first \$1,250 (not including deductible) of eligible health expenses per person, 100% co-insurance thereafter within a calendar year.
Annual Deductible	\$25.00 per person (\$25 maximum per family)
Overall Maximum	\$1,000,000/lifetime
Termination Age	Retirement

DENTAL BENEFITS

Basic Services	100% coverage for maintenance checkups, fillings, minor surgery, endodontics, periodontics, denture repairs and complex surgery
Major Restorative	50% coverage for dentures, bridgework, restorations
Orthodontics	50% (lifetime maximum \$1,500 per individual)
Annual Deductible	Nil
Overall Maximum	Basic: 100% Major: \$1,500/year/individual
Dental Fee Guide	Payment based on the Current Fee Guide for your Province or Residence.
Termination Age	Retirement

Dental services to include white fillings.

DISABILITY BENEFITS

Short Term Disability	Flat benefit equal to the Current UIC maximum Benefits start on day 1 for accidents and day 8 for sickness, and continue for up to 52 weeks.
Termination age:	Earlier of retirement or age 65
Canada Pension Plan	Pays a monthly income to the contributor plus a monthly income for each dependent child.

Benefits start in the 4th month after the month of disability, and continue until age 65.

Long Term Disability Pays 60% of monthly earnings to an agreed maximum
Payments are offset by Workers' Compensation and CPP/QPP Primary benefits
Benefits start after 1 year of total disability and continue to age 65.
Coverage applies to any medical cause of disability, including pre-existing conditions.

Definition of Disability Based on duties of your "own occupation" for the first 2 years of benefit.

SURVIVOR BENEFITS

Basic Life Insurance Flat benefit of \$40,000
Age reduction: Reduce to \$2,000 @ age 65.
Termination Age: First of the month coincident with or immediately following retirement or age 75, whichever is earlier.

Basic AD & D Insurance Flat benefit of \$100,000
Age Reduction: Reduce to \$2,000 @ age 65
Provides a benefit in the event of accidental death
Termination age: Earlier of retirement or age 70.

Optional Dependent Life Insurance Flat benefit of \$2,000/spouse and \$1,000/each dependent child
Dependent Life benefit is limited to \$500 for children under 14 days.
Coverage terminates on the first of the month coincident with or immediately following retirement or attainment of age 65, whichever is earlier.

Travel Accident Provides an additional benefit in the event of death while travelling on Business.

Optional Life Insurance Available through payroll deductions in units of \$10,000 to a maximum of \$250,000. Maximum \$50,000 available without evidence of insurability.

Optional AD&D Insurance Available through payroll deductions in units of \$10,000 to a maximum of \$250,000

NOTES: Paramedical Practitioner Limits

Chiropractor	– \$200/year	Speech Therapy	– \$100/year
Podiatrist	– \$200/year	Naturopath	– \$100/year
Physiotherapy	– \$250/year	Psychologist	– \$100/year
Massage Therapy	– \$250/year	Acupuncture	– \$100/year

Orthopaedic Shoes are limited to \$400/year for adults and \$200/year for dependent children.

Hearing Aids are limited to \$400/5 years for dependent children only.

Oral contraceptives are not covered

LETTER OF UNDERSTANDING

BETWEEN:

TERRATECH EQUIPMENT

AND:

INTERNATIONAL UNION OF OPERATING ENGINEERS, LOCAL 115

RE: Preventative Maintenance (PM) Truck

The following conditions shall apply only to the technician hired to work on the PM truck. This letter of understanding shall not apply to any current members of the bargaining unit who work on the PM truck. Their terms and conditions shall be as per the current collective agreement.

- 1. This letter of understanding shall apply to the Lower Mainland only.
- 2. There shall be a Tuesday to Saturday work week with a shift premium of \$1.00 per hour for all hours worked.
- 3. Hours of work shall be 12:00 noon to 8:00 p.m. with an afternoon shift premium of \$0.35 per hour for all hours worked.
- 4. This letter of understanding shall expire on April 30, **2008** or may be cancelled by either party with 30 days written notice.
- 5. All other terms and conditions shall be as per the current collective agreement.

Signed this _____ day of _____, 2005.

TERRATECH EQUIPMENT

INTERNATIONAL UNION OF
OPERATING ENGINEERS, LOCAL 115

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