COLLECTIVE AGREEMENT

BETWEEN

ARROW BULK CARRIERS LTD. LOWER MAINLAND BULK DIVISION

AND

TEAMSTERS LOCAL UNION No. 213

June 1st, 2006 - May 31st, 2009

DON MCGILL Secretary-Treasurer

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THIS AGREEMENT EFFECTIVE THIS 1 ST DAY OF JUNE, 2006.

BETWEEN: ARROW BULK CARRIERS LTD.

(LOWER MAINLAND BULK DIVISION) (hereinafter referred to as the "Company")

PARTY OF THE FIRST PART

AND: TEAMSTERS LOCAL UNION No. 213

(hereinafter referred to as the "Union")

PARTY OF THE SECOND PART

1:00 INTERPRETATION AND INTENT

- 1:01 The marginal Section and Article heading shall be used for purposes of reference only and may not be used as an aid in the interpretation of this Agreement.
- 1:02 In the event that any word, phrase, sentence, Section, or Article of this Agreement is declared invalid by any court of competent jurisdiction, only such word, phrase, sentence, Section or Article shall be affected and this Agreement shall be otherwise unaffected and shall continue in full force and effect.
- 1:03 The Company and the Union agree to the establishment of a committee which shall meet as required during the term of this Agreement, to deal with any matter regarding the interpretation or application of this Agreement that may be raised by any of the parties signatory hereto.

2:00 UNION SECURITY

2:01 Coverage

The Company recognizes the Union as the sole bargaining agent for the employees and Owner/Operators covered by the certification and working at the classified occupations within the Ore Concentrates Operations and Bulk Commodities Operations, using equipment listed in Appendix "A" and for such other employees and Owner/Operators as may be assigned to new classifications or commodities coming under the Union's jurisdiction.

2:02 The terms of this agreement shall apply to all sub-contractors or sub-contracts let by the employer.

All employees and owner operators covered by the Agreement must be members in good standing of the Union.

- 2:04 Any employee or Owner/Operator who does not remain a member in good standing shall not be retained in the employment of the Company.
- 2:05 Any employee or Owner/Operator who has been laid off for any reason and who does not retain his membership in the Union will not retain his seniority with the Company.

2:06 Conflicting Agreements

The Company agrees not to enter into any agreement or contract with Employees or Owner/Operators of the Company, members of the Union individually or collectively, which in any way conflicts with the terms and provisions of this Agreement. Any such agreement will be null and void.

2:07 Transfer of Company Title or Interest

This Agreement shall be binding upon the parties hereto, their successors, administrators, executors and assigns. In the event an entire business or any part thereof is sold, leased, transferred or taken over by sale, transfer, lease assignment; receivership or bankruptcy proceedings, such business or any part hereof-shall continue to be subject to the terms and conditions of this Agreement fog the life thereof. The Company shall notify the Union in writing, not later, than the effective date of the fact of any sale, transfer, lease assignment, receivership or bankruptcy proceeding not including the financial arrangements thereof.

2:08 **Protection of Conditions**

It shall be a violation of this Agreement for the Company to require that an employee purchase truck, tractor, and/or tractor and trailer or other vehicular equipment or that any employee purchase or assume any proprietary interest or other obligation in the business as a condition of employment.

3:00 AUTHORIZATION OF DEDUCTIONS

3:01 New employees and Owner Operators/Dependent Contractors shall be required to sign authorization cards for deduction of initiation fees, dues and assessments as required by the By-Laws of the Union. Such deductions shall be forwarded to the Union not later than the last business day of the month in which these deductions were made. It is understood that dues are payable monthly in advance, and that the payment schedule is to be determined by the Union. Dues shall be deducted from the second pay of the month previous to the period for which they are applicable.

4:00 PICKET LINES

4:01 It shall not be a violation of this Agreement, cause for discharge or other disciplinary action if an employee refuses to cross a picket line which has not been declared illegal by a Court of Competent Jurisdiction.

5:00 STRIKE AND LOCKOUT

5:01 During the term of this Agreement there shall be no lockout by the Company, and no strike, stoppage of work or slow-down either partial or general, authorized by the Union.

6:00 SHOP STEWARDS

- 6:01 Shop Stewards shall be recognized by the Company and shall not be discriminated against. The Company shall be notified by the Union of the name or names of such Stewards. Reasonable time shall be given to the Shop Steward to carry out his duties with pay. The Union shall be notified in writing if a Shop Steward is discharged for cause and such cause shall be stated in the reasons. Executive Officers of the Union or Shop Stewards, who are required to attend meetings at the call of the Union, shall be allowed time off by the Company without pay.
- 6:02 A Shop Steward shall be present, if requested by the employee whenever he or she is being interviewed over a formal disciplinary matter.

7:00 BUSINESS REPRESENTATIVES OF THE UNION

7:01 A Business Representative of the Local Union will request and have access to the Company's premises covered by this Agreement during working hours to investigate working conditions related to this Agreement, and shall in no way interrupt the Company's working schedule.

8:00 SENIORITY

- 8:01 Seniority shall be maintained in the reduction and restoration of the working force, providing the senior man is capable of performing the remaining job or jobs.
- 8:02 All new jobs and vacancies are subject to seniority and shall be posted promptly for seven (7) days in a conspicuous place at the terminals, stating starting time, job description and rate of pay. All regular employees shall be entitled to bid on such postings and the Company shall designate, on the original posting, the successful bidder. Any regular employee absent by reason of accident, sickness or vacation, shall have the opportunity to bid on such job postings or vacancies within five (5) days after he returns to work, provided he is capable.
- 8:03 Provided the employee is capable and is given the opportunity to demonstrate his capability, seniority shall prevail in the appointments to new jobs or vacancies and, except by mutual agreement of the parties hereto, for the purpose of shift preferential on established shifts. Starting times preference shall be given to senior employees/Owner Operators on established shifts and operators of mobile equipment will be given preference. Except where a job or shift has been discontinued, there shall be no job or shift bumping privileges. Senior employees shall be given preference to fill vacancies on differential rated equipment if qualified.

- 8:04 Provided the employee is capable seniority shall prevail as openings become available in the Ashcroft Division.
- 8:05 When an employee is laid off for lack of work, he will then have the right to fill, if qualified and capable in all respects, any position in one of the other units to which his seniority will entitle him, provided however, the Company will be given a reasonable opportunity to a maximum of three (3) working days to reassign displaced employees.
- 8:06 Within each terminal the Company will post and maintain seniority listings. Such up-to-date listings will be posted as of January 31st, May 31st, and September 30th, of each year. Copies of current lists will be provided by the Union to the-Company, to be filled out and returned on the above dates to Teamsters Local 213.
- 8:07 When an employee is terminated by the Company for just cause or he leaves by his own choice, he will automatically be struck from the seniority list.
- 8:08 In the event that the Company purchases a business or any part thereof, the employees of which are covered by a collective agreement with a Local Union of the International Brotherhood of Teamsters, Chauffeurs, Warehousemen and Helpers of America, the seniority of such employees shall be computed from the date that they respectively first became employees of the business aforesaid.
- 8:09 Any employee who has been on lack of work lay off for twelve (12) months or more shall be removed from the seniority list and the Company shall be under no obligation to such employee.
- 8:10 Effective June 1, 2006, employees shall be entitled to the following severance procedures and benefits:
 - (i) An employee on indefinite lay-off before or during a recall under Article 8, and upon expiry of recall rights, shall receive one (1) full week's straight time pay or notice or combination thereof for each year of service, or portion thereof, since the date of initial employment to a maximum of twelve (12) weeks on each occasion.
 - (ii) For the purposes of severance pay, an indefinite lay-off means a lay-off of thirteen (13) weeks or longer. When an indefinite lay-off occurs, the employee may accept severance pay or notice (as the case may be) and maintain recall rights under Article 8. If an employee accepts severance pay or notice and is recalled within the twelve (12) month period of Article 8:09, then any future severance pay or notice will be calculated from the date of recall to work instead of the date of original hire. If an employee elects not to accept severance pay or notice during an indefinite lay-off, then he will b~ entitled to severance pay from the date of original hire once his recall rights expire or if he is recalled within the twelve (12) months and terminated at a later date.

9:00 DEPENDENT CONTRACTOR

9:01 **Definition**

For the purpose of the Agreement, Dependent Contractor(s) and/or Owner/Operator(s) shall be defined as the owner, purchaser or lessor of a vehicle which shall be operated by the owner, purchaser or lessor.

10:00 HOURS OF WORK

- 10:01 Except as hereinafter provided, the regular work day for hourly employees shall consist of eight (8) hours of work not including the meal period. All employees will be scheduled two (2) consecutive days off per week.
- 10:02 Any hourly employee who is called in to work shall be paid not less than eight (8) hours pay.
- 10:03 Any hourly employee who is called in to work on his scheduled day off shall be guaranteed four (4) hours pay.
- 10:04 In the event of failure to post or give such notice, it shall be presumed that the time of his shift for the following week shall be the same as the current week.
- 10:05 The Company shall pay overtime rates of wages to every employee entitled thereto as follows:
 - All time worked over and above eight (8) hours per day on any shift shall be deemed overtime until a break of eight (8) hours occurs.
- 10:06 For the first three (3) hours of overtime on any regular day, one and one-half (1 ½) times his regular rate of wages and for all time worked thereafter, the employee shall be paid double his regular rate of wages.
- 10:07 An hourly employee shall be paid his regular rate of wages for all hours worked on a general holiday.
- 10:08 For all employees first and second day of rest shall be the 6th and 7th shifts.
- 10:09 Where an hourly employee works on his regularly assigned rest day, he shall be paid at one and one-half (1 ½) times for working on his first day of rest and double (2X) time for working on his second day of rest, providing he worked on his first day of rest.
- 10:10 Where any hourly employee works on his regularly assigned rest day or days, he shall be paid in accordance with the above.
- 10:11 For the purpose of this Section, the work week shall be from 0001 hours Monday to 2400 hours Sunday.
- 10:12 Except in case of emergency or where it is unavoidable, no employee shall work weekly overtime (6th or 7th shift) until all regular employees in their unit have worked the full quota of regular hours provided there are capable and qualified regular employees amongst those who have not worked their full quota of regular hours. Provided the foregoing has

been complied with, seniority will prevail in classifications for the allocation of overtime and extra trips.

10:13 Overtime for hourly employees or extra trips shall be allocated wherever possible to capable senior employees in a voluntary manner, provided however, that upon reaching the bottom of the seniority list, the employee shall be required to work overtime or extra trips as needed.

10:14 **12 Hour Shift Schedule**

- (a) A 12 hour rotating shift schedule will be used with an employee's regular schedule consisting of four (4) consecutive days on shift, followed by four (4) consecutive days off shift.
- (b) Rotating shift start times will be 4:00 a.m. day shift and 4:00 p.m. night shift.

10:15 Weekly Guarantee

All employees working full-time will be guaranteed their regular hours worked. Missed shifts due to lack of concentrate or equipment availability would be made up on a first available basis by seniority.

Exceptions to the guarantee being circumstances out of Arrow's control including major shutdowns of mine or rail, lack of concentrate, or equipment failures, etc.

10:16 **12 Hour Shift Overtime**

Overtime shall be deemed to be time worked after the twelfth (12^{th}) hour at double-time (2x) or time worked into the fifth (5^{th}) shift at double-time (2x).

10:17 **Driver Mentor**

An employee acting as a Driver Mentor will be compensated at regular hourly rates outlined in Appendix A for all hours worked.

10:18 General Holiday Pay (12 Hour Shifts)

(a) General Holidays Not Worked

- (i) Employees who have completed the normal work week and therefore are not scheduled to work the statutory holiday will receive eight (8) hours pay for the statutory holiday.
- (ii) When the Company has opted not to work the employee on a statutory holiday, the employee who would have normally worked that shift as part of his normal work week will be paid twelve (12) hours pay.

(b) General Holidays Worked

All employees working on a statutory holiday shall be paid their regular rate of pay in addition to eight hours statutory pay for the day.

(c) Pay for General Holidays

Each employee entitled to pay for a statutory holiday shall be paid at the following rates:

Effective June 1, 2006	\$21.50 per hour
Effective January 1, 2007	\$22.25 per hour
Effective January 1, 2008	\$23.00 per hour

Vacation time will be deemed to start on days off to days off.

11:00 GENERAL HOLIDAYS

- 11:01 The General Holidays will be New Year's Day, Good Friday, Victoria Day, Canada Day, B.C. Day, Labour Day, Thanksgiving Day, Remembrance Draft; Christmas Day, Boxing Day.
- 11:02 The rate of pay for these General Holidays for mileage rated employees will be 10 hours. Hourly rated employees will be paid eight (8) hours of straight time rate.
- 11:03 Employees entitled to these ten (10) paid holidays shall have been on the payroll within thirty (30) calendar days previous to the holiday.
- 11:04 Employees absent by reason of leave of absence, discharge, quit or suspension shall not be entitled to General Holiday pay.
- 11:05 The employee who is terminated or discharged for just cause within the thirty (30) calendar day period shall not be entitled to General Holiday pay. Any employee returning to work within thirty (30) calendar days, after the holiday shall be entitled to the paid General Holiday.
- 11:06 In the event that a General Holiday falls on an employee's regular day off, he shall, upon request and consistent with the efficient operation of the business, be entitled to the day following such General Holiday without pay.
- 11:07 Employees shall not receive benefits from more than one source i.e. The Company will, not pay statutory holidays to an employee who is receiving benefits from W.C.B. or weekly indemnity.

12:00 ANNUAL VACATIONS

12:01 Anniversary Date

The employee's anniversary date for the purpose of calculating annual vacations shall be the employee's starting date.

Employees shall be granted their vacation dates in order of their seniority, consistent with the efficient operation of business. Vacation lists shall be posted on or before January 2nd and remain posted until February 28^{th} of each year.

All employees entitled to more than two (2) weeks vacation may receive them in one continuous period only if they take their vacation in the off-season.

Off season defined: September 15th to June 15th inclusive.

12:02 Vacation Entitlement and Pay

2 weeks after 1 year of employment - 4% of gross pay 3 weeks after 5 years of employment - 6% of gross pay 4 weeks after 15 years of employment - 8% of gross pay 5 weeks after 21 years of employment - 10% of gross pay

12:03 Banked Overtime as Vacation Time

All employees will be allowed to take one (1) week per year from their overtime bank as per Article 45:00.

- 12:04 Fifteen hundred (1500) hours shall constitute a year's service but no employee will be permitted to accumulate more than one (1) year of service, or any additional fraction thereof in any single calendar year. However, General. Holidays shall count as hours worked. Employees who do not qualify under this clause will be paid the appropriate percentage.
- 12:05 In any year where an employee has not qualified for a full vacation, he will still be credited with a year of service to determine future vacations.
- 12:06 Once vacation periods are established the time shall not be changed except where mutually agreed between the employee and the Company.
- 12:07 Vacation period to start on completion of employee's normal work week and end on the first day of his normal work week on the completion of his vacation.

13:00 HIRING

13:01 When employees are required, only Union members having the necessary qualifications and confirmation from the Union shall be hired. When qualified Union members are not available, then the Employer may obtain qualified employees elsewhere. Employees hired elsewhere shall have seven (7) days in which to become a member of the Union, or be replaced by a Union member when available.

14:00 CLASSIFICATIONS

14:01 Rates and Effective Dates

When an employee is required to work on equipment with a higher rate of pay, he will receive the higher rate of pay.

14:02 When an employee is required to work on equipment with a lower rate of pay on a temporary basis he will receive the higher rate of pay until such time as he is permanently reclassified.

14:03 New Classifications

The Company shall notify the Union when any new classification or job coming under the jurisdiction of this Agreement is added, or if there is substantial change in the duties of an existing classification or job. The Union and the Company shall negotiate on the rate to be established and that rate, once established shall be retroactive to the introduction date of the new classification or job.

14:04 Chargehand

A Chargehand when so designated and classified by the Company shall be defined as an employee who shall direct the work of other employees while performing similar work himself. He shall not have the authority to hire, fire, suspend or discipline employees. He shall be a member of the Union, and shall be entitled to all rights and conditions in accordance with this collective agreement. The designation and classification of Chargehands, while subject to postings, will, be determined by the Company.

14:05 Working Foreman

A Working Foreman at small and/or remote Company maintained terminals shall be considered as such:

- (a) He shall be an employee of the Company.
- (b) He shall be used by the Company only at small and/or remote locations, where the Company does not employ more than twenty-four (24) employees including the Working Foreman.
- (c) He shall be a member of the Union, and be entitled to all rights and conditions in accordance with this collective agreement.
- (d) His services shall not be utilized to deny other employees of their equitable share of overtime.
- (e) He shall not have the right to fire employees, nor be directly involved in the grievance procedure.
- (f) Notwithstanding paragraph (b) above the Company may, for periods not to exceed ninety (90) days, increase the number of employees in the terminal. This term may be extended as agreed between the parties.
- 14:06 The Employer agrees to participate with the Union to meet with Chargehands and Working Foremen to discuss functions to be performed.

15:00 DISCHARGE OF EMPLOYEES AND MANAGEMENT RIGHTS

- 15:01 No employee shall be disciplined or discharged without just cause.
- 15:02 Subject to the terms of this Agreement, all matters concerning the operations of the Company business shall be reserved to the management. The Union recognizes that it is the function of the Company.
- 15:03 To maintain order, discipline and efficiency.
- 15:04 To discharge, classify, reprimand, suspend for proper cause, direct or transfer employees from one classification to another, move employees from one location to another for proper cause.
- 15:05 To increase and decrease working forces.
- 15:06 To make or alter from time to time, rules and regulations to be complied with by its employees. These rules and regulations are to be filed with the Union, and shall not conflict with this Agreement.

16:00 WAGES AND WAGE STATEMENT

16:01 **Wages**

The Company shall pay wages to every employee covered by this Agreement at the rates contained in Appendix "A" for the various classifications listed therein.

16:02 **Statement**

The Company shall provide every employee covered by this Agreement with a separate detachable written or printed itemized statement in respect of all payments made to such employee by the Company. Such statement shall show the mileage, regular hours worked, the total overtime hours worked, the rate or rates applicable, the gross amounts of wages, vacation pay and pay for Statutory Holidays and all deductions made there from, a total to date from January 1st of the current year of gross pay, income tax, Canada Pension Plan, and Unemployment Insurance. Pay cheque and/or, pay stubs shall be distributed to each employee in sealed envelopes.

16:03 Except as otherwise mutually agreed between the parties, all regular employees covered by this Agreement shall be paid not less frequently than on every other Thursday all wages earned by such employees to date, not more than seven (7) days prior to the day of payment. The pay period shall commence each Friday at 0001 hours.

17:00 GENERAL CONDITIONS

17:01 Rest Breaks and Meal Allowances Hourly Rated Employees

An employee shall be entitled to one (1) rest break of fifteen (15) minutes after each two (2) hour period of his shift excepting during that period where a meal break is provided.

- 17:02 Meal periods shall be thirty (30) minutes and shall be taken after four (4) hours worked when possible but no later than mid shift.
- 17:03 When overtime is worked beyond one half (1/2) hour the employee will be entitled to an additional meal period of one half (1/2) hour within the first two (2) hours of overtime if so desired by the employee. Rest breaks will continue to be taken at the beginning of the overtime shift and each two (2) hours of overtime thereafter.
- 17:04 The commencement of this break may be staggered but not beyond one-half (1/2) hour.

18:00 LICENCE TESTS

- 18:01 Whenever it becomes necessary for an employee to undertake tests for renewal of licences or tickets, the Company shall, upon request, provide appropriate equipment for this purpose. Time taken off for such purposes shall be paid for at the employee's straight time rate.
- 18:02 Any driver with two (2) or more years of seniority who is required under the Motor Vehicle Regulations to undertake a physical examination as a condition of continuing to hold a valid driver's license shall receive a Company contribution to a maximum of thirty dollars (\$30.00) to the cost of the examination, provided a receipt is submitted to the Company.

19:00 FIRST AID

19:01 The Company when requiring First Aid men who work at other duties in addition to their regular rate shall pay such employees for the ticket required at the following rate:

Thirty cents (\$0.30) per hour - Class C Ticket.

19:02 A First Aid kit shall be installed in all highway vehicles.

20:00 WORKING ON CONSTRUCTION

- 20:01 In the event that the Company should require any employee covered by this Agreement to engage in work on construction, in the confines of a construction site and for which more favourable wage rates than those herein contained are paid, such employee shall be entitled to be paid at the more favourable wage rate while he is so engaged.
- 20:02 It shall not be a violation of this Agreement for an employee to post the Teamsters' Union Label in a conspicuous place on the glass area of the equipment he is operating. The said label to be a size not in excess of three inches (3") by four inches (4") and not to be attached to any area which will impair the vision of the driver.

21:00 E.I. SEPARATION

21:01 Any employee on lay-off, who requests his E.I. separation slip shall not be considered terminated.

22:00 BULLETIN BOARD

22:01 The Company will provide a bulletin board in each Company lunchroom or dispatch area for the posting of this Agreement and for such notices as the Union or Company may from time to time wish to post. The said Union notices shall be posted and signed by an elected or appointed officer or other authorized representative of the Union.

23:00 SUBJECT TO GRIEVANCE PROCEDURE

23:01 **Progressive Disciplinary Action**

Any employee will receive a copy of any written reprimand or warning letter placed on his file with a copy to the Union. Such written reprimand or warning letter shall become a permanent part of the employee's personal work history. However, any reprimand or warning letter in excess of twelve (12) months will not be used to compound disciplinary action against the employee. Such reprimand or warning letter must be issued forthwith. Any employee shall have the right to view his personnel records upon request in the event of a grievance.

23:02 The Parties hereto recognize that all the clauses and stipulations of this Agreement are subject to grievance procedures.

24:00 TRANSPORTATION AND BOARD

24:01 In the event that any employee is required to work at a place of work which is in excess of fifteen (15) miles from his normal place of business, the Company shall pay all his traveling expenses to and from such place of work, meals, appropriate accommodation when required to stay overnight and shall pay for all traveling time at the appropriate hourly rate.

25:00 COVERALLS AND GLOVES

- 25:01 Where required the Company shall supply to the employees on an exchange basis, Union made insulated coveralls and gloves. Mechanics will be issued Safety boots on an exchange basis. Any safety equipment required will be paid for and supplied by the Company.
- 25:02 At the discretion of the Company, employees on dirty jobs may be issued more than the normal issue of coveralls.

25:03 **Boot Allowance**

Each driver shall be reimbursed up to one hundred dollars (\$100.00) per year for the purchase of safety boots upon submitting a receipt of purchase to the Company in any twelve month period. The safety boots must carry the green CSA approved label.

26:00 ON JOB INJURY

26:01 When an employee meets with a personal accident or injury, while on the job, he shall be paid his full day's wages for the day of the accident, providing the personal accident has been reported to the Supervisor or qualified First Aid man. Immediately following first aid and as soon as practical after medical treatment, the employee will advise his Supervisor as to his status. Appropriate transportation shall be provided to injured employees.

27:00 MEDICAL

- 27:01 Any Company-:or Government required physical or medical examinations shall be promptly complied with by all employees provided however, the Company shall pay for all such physical or medical examinations or for any time lost as a result thereof during his working hours.
- 27:02 Where a regular employee is required by the Company to take a medical outside of his regular hours of work, the Company shall pay, to a maximum of two (2) hours straight time wages for such time spent, excepting in instances where an employee is returning to work or is about to return to work following illness or disability.
- 27:03 If following a medical examination under (27:02) of this Section, the employee is dissatisfied with the decision of the Company doctor, the employee may-seek a decision from his personal doctor. Should the decision of the Company's doctor and the employee's doctor differ, the Company or the Union is entitled to direct that the employee be examined by a medical specialist whose specialty covers the disability. The Company's doctor and the employee's doctor, together, shall then select such a specialist, however, failing agreement within five (5) days, the College 'of Physicians and Surgeons shall be requested to make such appointment. The decision of the medical specialist shall be final and binding upon the parties involved and the employee shall not suffer loss in wages or Health and Welfare Plan benefits, whichever applies, as a result of such examination(s).
- 27:04 An employee who has been absent from work, because of illness or accident shall not suffer a reduction in his regular wages only because the Company requires a medical examination prior to the employee resuming work.

28:00 WASHROOMS AND LUNCHROOMS

28:01 Where possible and where required the Company agrees to maintain in its terminals, adequate, clean sanitary washrooms having hot and cold running water, toilet facilities and when new facilities are built, showers and lockers will be installed. In addition, there shall be provided adequate lunchrooms, which shall be kept clean and tidy.

29:00 PAID FOR TIME

29:01 If an error occurs in the payroll computation of an employee's pay cheque and the amount is equal to one (1) day's pay or more, he shall be entitled on request to receive same as soon as practicable but not later than the week following the pay day on which the error was reported. If any employee improperly completes his time card or pay claim, or, does

- not turn them in immediately on completion of his trip or tour any pay so affected will be included with the next regular pay period.
- 29:02 All hourly employees covered by this Agreement shall be paid for all time spent in the service of the Company. Rates of pay provided for by this Agreement shall be minimums. Time shall be computed from the time that the employee is ordered to report for work or registers in; whichever is the later, until he is effectively released from duty.

30:00 DISPATCH RULES

30:01 All drivers and operators of equipment shall be dispatched according to agreed upon and posted Local Dispatch Rules. Failure to agree on such Dispatch Rules, such Rules then shall be referred to the Grievance Procedure.

31:00 PROBATIONARY PERIOD

- 31:01 All newly hired employees shall be considered as probationary employees for the first thirty (30) calendar days.
- 31:02 Upon the conclusion of any thirty (30) calendar day period during which a probationary employee has worked one hundred and twenty (120) hours, the employee's name shall forthwith be placed on the regular employee's seniority list, effective from the first day of employment of the thirty (30) calendar day period, and the employee shall be entitled to all rights and privileges as provided in this Agreement.
- 31:03 Part-time employees will not be used to deprive any of the regular employees the conditions of this Agreement.
- 31:04 Should an employee be involved in an accident while on Company time with a Company vehicle, he shall be allowed time off without loss of pay to go to Court or any other agency as may be required. The Company will supply representation for the employee if there is any possibility of the Company being involved in any. action because of the accident. The above to apply if required to appear as a witness on behalf of any case or accident as outlined above.

32:00 REGULAR EMPLOYEES

- 32:01 A regular employee shall be considered as such an employee of the Company when:
- 32:02 He has completed his probationary period.
- 32:03 He makes himself available to the Company for full time employment.
- 32:04 He has no other outside employment except where such employment may, be specifically permitted under the provisions of this Agreement.
- 32:05 It shall not be a cause for discipline or discharge for an employee to seek and/or accept gainful employment while on lay-off provided the employee complies with Articles (32:03) and (32:04) herein.

- 32:06 He is the holder of valid and subsisting licenses to operate mobile equipment if required by the Company and as required by the statutes and regulations of the Federal and Provincial Governments.
- 32:07 When the Company tries to contact any regular employee who is either on lay-off in excess of two (2) weeks or has failed to report for duty within twenty-four (24) hours of contact, and cannot be contacted by telephone regarding his availability for employment, the Company will then make final contact by registered mail. Failure to then contact the Company with sufficient justification may then constitute grounds for dismissal.

33:00 PART TIME EMPLOYEES

- 33:01 A part time hourly employee shall:
- 33:02 Be hired on an incidental and temporary basis to provide for additional manpower.
- 33:03 Be carried on to regular part time employee's seniority list.
- 33:04 Be given first opportunity to qualify as a regular employee as openings become available providing he meets all Company qualifications and requirements.

34:00 LEAVE OF ABSENCE

- 34:01 When the requirements of the Company's services will permit, any employee hereunder, upon written application to the Company with a copy of said application to the Union, may if approved by the Company, be granted a leave of absence in writing (with a copy to the Union) for a period of thirty (30) calendar days. Upon six (6) months prior notification an employee may request every three (3) years and may be granted up to thirty (30) days leave of absence in conjunction with his holidays. Under such leaves the employee will retain and accrue seniority only.
- 34:02 Such leave may be extended for additional periods of thirty (30) calendar days when approved by both the Company and the Union, in writing, and seniority will accrue during such extensions.
- 34:03 Any employee hereunder on leave of absence engaged, in gainful employment without prior written permission from both the Company and the Union shall forfeit his seniority and his name will be stricken from the seniority list and he will no longer be considered as an employee of the Company.
- 34:04 In the event the Company grants written leave of absence, with a copy to the Union, to an employee who has suffered the revocation of his drivers' licence, it shall not be a violation of this Agreement for that employee to accept employment elsewhere.
- 34:05 Any employee requesting leave of absence for compassionate reasons shall not be unreasonably denied such request.
- 34:06 If a regular employee for certified health reasons is unable to perform the work in his regular job he will be reclassified according to his seniority and capability to perform work in another classification if it exists within the Company. The employee must provide

a valid medical opinion of his physical and/or mental ability to perform the new job in accordance with the provisions of the Agreement as it relates to Company required medical examinations.

- 34:07 If an employee suffers the revocation of his driver's license he will be reclassified provided he is capable and work is available and that such re-employment will not result in the bumping of a regular employee, or otherwise be given a nine (9) month leave of absence. However, such reclassification may be authorized only once to an employee who suffers such revocation.
- 34:08 When an employee within the bargaining unit covered by this Agreement receives leave of absence to take a position within the Company which is beyond the sphere of the bargaining unit, he may retain his seniority for a maximum of one hundred and fifty (150) calendar days within the former unit. Notice shall be given to the Union in writing prior to the employee leaving the bargaining unit for any period of time.
- 34:09 Not later than on the one hundred and fiftieth (150th) calendar day of this period, the employee must exercise his seniority rights by returning to his former unit or relinquish all such seniority rights. Should the employee return or be returned to the bargaining unit for any reason, he must remain within the unit for a minimum period of one hundred and twenty (120) calendar days prior to exercising such privilege again.

34:10 Leave of Absence

If through accident or illness an employee is required to take courses or accept on-the-job training sponsored by the W.C.B. or the Teamsters' Health and Welfare Plan or any other similar agencies, the said employee shall be granted up to one (1) year's leave of absence.

35:00 BEREAVEMENT LEAVE

- 35:01 When death occurs to a member of a regular full time employee's immediate family, the employee will be granted, upon request, an appropriate leave absence, without pay. In addition, he will be excused from and paid for the balance of that working shift.
- 35:02 A regular employee's immediate family is defined as an employee's spouse, mother, father, sons and step-sons, daughters and step-daughters, brothers and sisters, mother-in-law and father-in-law, grandfathers and grandmothers, which will also include the spouse's grandparents. Step-father or step-mother will be recognized provided such step-father or step-mother had the status of the employee's father or mother. Step or foster parents shall be deemed to mean father and mother.
- 35:03 Upon giving twenty-four (24) hours notice, an employee shall be granted time off without pay, for the purpose of attending a funeral provided that the granting of such time off shall not be inconsistent with the efficient operation of the business.

36:00 JURY DUTY

36:01 Employees called to jury duty will receive no compensation for the first five (5) working days off, and will receive fifty dollars (\$50.00) per day for each day on jury duty after the five (5) working days without pay have been met. Employees will suffer no loss of

benefits while on jury duty. Any regular full time employee who attends Court in response to subpoena only to give evidence as a witness concerning matters occurring during the regular course of his employment will be paid his regular straight time rate for his regularly scheduled hours.

36:02 Clause (36:01) will have no application for an employee on leave of absence or when receiving benefits under the Health and Welfare Plan, annual vacations, Workers' Compensation or as otherwise covered in this Agreement.

37:00 SAFETY CONDITIONS

- 37:01 It shall be the duty of the employee to report in writing on the appropriate forms of the Company promptly but not later than the end of the shift, trip or tour all safety and/or mechanical defects on the equipment which they have operated during the shift, trip or tour. All trucks and tractors to be equipped with trouble sheets in triplicate book form and the book with one (1) copy to remain in the vehicle at all times.
- 37:02 It shall be the obligation of the Company to so inform the employees as to which Supervisor to whom such reports on such equipment will be made in the branch, division or area of operation.
- 37:03 In the event essential repairs cannot be effected to make the equipment safe, the equipment will be correctly identified and kept out of service until repaired and it shall not be considered a violation of his employment when a Company employee refuses to operate such identified equipment.
- 37:04 It shall be the obligation of the Company to direct the repairs as necessary to conform with the safe and efficient operation of that equipment.
- 37:05 It shall be the duty of the maintenance shop employees to perform their duties efficiently and as instructed in such a manner that repairs having been made, do correct the safety and/or mechanical defect.
- 37:06 In order to provide adequate vision, front and rear, the Company shall install heaters, heated mirrors and heated defrosters on all trucks and tractors, the mirrors to be of a size not less than 6" x 12" except where a smaller size or a different type is more adequate to the safe operation of the vehicle. Also, .convex mirrors on the right hand side of the vehicle will be at least 8" and be mounted on a separate bracket.
- 37:07 Bunks in tractors ordered by the Company after the signing date of this Agreement and which are intended for use as sleeper cab equipment will be not less than twenty-eight inches (28") wide.
- 37:08 Drivers will be held responsible to ensure that the proper equipment is used when towing another vehicle and the Company shall make available such adequate equipment.
- 37:09 Tractors and trailers shall have installed steps or devices to allow reasonable and safe access to the body.

- 37:10 All tractors operating on the highway shall be equipped with a Company approved monitoring device as supplied and maintained by the Company. Dependent contractors shall also be bound by this sub-section.
- 37:11 All highway power shall have a compartment for storing tools in a safe location.
- 37:12 All highway tractors with air brakes shall be equipped with application gauges.
- 37:13 All tractors used during hours of darkness will be equipped with back up lights.
- 37:14 It is to the mutual advantage of both the Company and the employee that employees shall not operate vehicles which are not in a safe-operating condition. Full consideration will be given to safety, health and comfort of the employee in the design of new equipment.
- 37:15 In isolated areas where the nature of loading requires additional assistance, the Company shall endeavour to arrange such assistance as may be required.

37:16 Safety Conditions

If any item of safety becomes contentious it shall be referred to the Committee under Article 1:03.

37:17 Drivers will be supplied, upon request, with ear plugs or ear muffs whichever are appropriate and will be responsible for same.

38:00 COVERS -ALL EMPLOYEES ENGAGED IN OVER-THE-ROAD OPERATIONS SINGLE MAN IN EXCESS OF 100 MILES FROM HOME DISPATCH

38:01 All employees engaged in over-the-road operations, single man, shall be subject to all the terms and conditions provided by this Agreement save as herein expressly provided.

Mileage Rate

In order to allow extended use of Company employees on longer distance hauls, the following will apply to hauls in excess of 100 miles.

Effective June 1, 2006 Mileage rate of \$0.51 per mile (included in mileage rate is pre and post trip and 1 fuelling). All time worked (loading, unloading, over the road delays, etc.) paid for at straight time.

- 38:02 Employees shall be given at least two (2) hours notice when ordered to report for duty at both the home terminal and at the end of the run or where he has been effectively released from duty by the Company.
- 38:03 When an employee has been called for duty and has begun his trip or tour he shall be guaranteed a minimum of eight (8) hours work and/or pay at the hourly work time rate for the trip or any portion thereof.

- 38:04 Employees working on a statutory holiday shall be paid their regular mileage rate of pay in addition to ten hours statutory pay for the day.
- 38:05 When an employee reports for work after being called and no work is available, he shall receive a minimum of four (4) hours pay at the work time rate.
- 38:06 When an employee reports in accordance with an established reporting time and no work is provided, he will receive a minimum number of hours pay (four (4) hours) UNLESS he has been notified at least two (2) hours ahead of the regular reporting time that no work is available. Any employee who has an established reporting time and is unable to report for duty as required for any reason, will advise the Company Representative at least two (2) hours ahead of his reporting time.
- 38:07 The Company will notify all drivers between the hours of 1700 and 1900 who are off duty at their home terminal and endeavour to advise them if they are to report for duty between the hours of 1900 and 0700. If the driver will not be at his normal residence, he will notify the Duty Dispatcher of an alternate contact number.
- 38:08 In the event a driver will not be available at his contact point after his rest period has expired, he will notify the dispatcher.
- 38:09 Drivers who are off duty at their home terminal before 1200 hours on a Saturday and who are to be called to work prior to 2400 hours Sunday, shall be notified on Saturday for a time of dispatch. It will be the driver's responsibility to contact the dispatcher by 1200 hours Saturday or prior thereto if he will not be available for call at his normal contact point at that time.
- 38:10 Work time shall include, but not be limited to, loading, unloading, repairs of equipment, chaining, unchaining, time spent on ferries or boats and when drivers are required to stay with the equipment. When the driver performs the function, fuelling at Company pumps and key pumps, hooking up, unhooking, switching or complete interchange of equipment, will be included as work time.
- 38:11 Every employee covered under this Agreement when required to travel by any other mode of transportation than Company equipment, shall be paid in the following manner:
- 38:12 All hours traveling on public transportation from the point deadhead commenced to the destination point designated by the Company, shall be paid for at his regular straight time hourly rate plus the subsistence allowance if applicable and the cost of such transportation.
- 38:13 Each employee who is covered by this Agreement and who is required by the Company to ride on Company Equipment in a deadhead manner, will be paid the regular straight time hourly rate for nine (9) hours riding such equipment and overtime thereafter.
- 38:14 The Company shall provide appropriate transportation home, if required, to an employee who is injured or becomes ill while away from his home terminal.

- 38:15 For all time waiting to load or unload, waiting for equipment to be repaired, waiting for roads to be cleared, the driver will be paid wait time with a maximum of eight (8) hours pay for waiting time in each twenty (20) hour period.
- 38:16 Wait time is clarified as follows: Wait time is not accumulative. For the purpose of determining wait time pay, each stop will be considered a separate waiting period.
- 38:17 In no event shall wait time exceed eight (8) hours for each stop in any twenty (20) hour period. When a driver is held more than one (1) day, he shall receive pay for the first eight (8) hours of each twenty (20) hour period.
- 38:18 All time lost due to delays as a result of overloads or certification violations involving Federal, Provincial, City or State regulations, shall be paid for at regular applicable wait time rate in this Agreement. To the best of his ability, it shall be the duty of the employee to ascertain that he is not hauling an overload, and to ascertain that he has all the necessary and required licenses, certificates and permits before leaving the Company terminal, provided however, that the Company shall arrange for all permits to be made available to its employees.
- 38:19 In the event that drivers are required to layover during any one round trip or tour away from their home terminals, they shall be compensated for layover time as follows, it being understood that layover time shall not be accumulative, but shall mean only one layover on such round trip or tour, save and except in the case of accident or breakdown whereby the layover point may be extended to a point beyond the original designated layover point:

For the first twelve (12) hours of each layover - no pay.

For the next eight (8) hours, rates as stipulated in this Agreement.

For the next twelve (12) hours - no pay.

For the next eight (8) hours, rates as stipulated in this Agreement and continuing on the same basis for each twenty (20) hour period.

- 38:20 The layover point is to be designated on a Driver's original orders prior to, dispatch from home terminal, save and except in the case of accident` breakdown, whereby the layover point may, be extended to a point beyond the original designated layover point.
- 38:21 Each driver will receive subsistence allowance according to the area rates as stipulated in this Agreement.
- 38:22 Single man drivers excluding a driver on turnaround, shall receive the rate as outlined per day or any portion thereof after ten (10) hours the first day and after eight (8) hours of each succeeding day.
- 38:23 Driving of, a tractor without trailer shall be paid for on the same basis as driving tractor-trailer.
- 38:24 Mileage rates are laid out by areas and will be paid for as such and they are composite mileage rates to compensate for duties performed in normal operations which include driving, checking equipment and reports.

- 38:25 The official Provincial, Territorial and/or State Mileage will be used as a guide to determine the number of miles driven. The authority to determine the number of miles driven shall be the Department of Highways of the various Provinces, Territories and/or States.
- 38:26 Runs which include both the highway miles and off-line bush miles, will be paid for in the following manner:
 - Mileage rates for main highway miles and hourly rates for bush miles.
- 38:27 Time lost when a driver is available but not dispatched in proper order under agreed upon local dispatching rules between the Company and the Union, he shall be paid at the hourly rate from the time he should have been dispatched until actual time of departure on a trip and/or tour, with a maximum of ten (10) hours at the applicable work time rate for the initial twenty-four (24) hours and continuing on the basis of the first ten (10) hours in each twenty-four (24) hour period thereafter at the applicable wait time rate.
- 38:28 In no event shall the Penalty Pay provided herein exceed the amount of earnings the employee would have received for that trip or tour for which he is claiming runaround.
- 38:29 For definition purposes, the word "trip" will be used when referring to single man operation. A single man trip is considered from point of dispatch to point of rest, layover or book-off.
- 38:30 No single man driver shall be called for dispatch until he has been off duty, eight (8) hours excluding call time, after completing trip to home terminal. No single man driver who has been put to rest or layover shall be called for dispatch or duty until he has been off duty for four (4) hours at a point away from the home terminal. However, at points away from the home terminal the driver shall be entitled to, if he so requires, up to eight (8) hours of uninterrupted rest. Drivers held and/or waiting at a point other than the home terminal in excess of the maximum rest period, will be paid waiting time for hours in excess of the full rest period.

38:31 **Terminal Closure**

When a terminal is closed or partially closed, and the work is transferred to another terminal, in whole or in part, an employee at the closed or partially closed down terminal has the right to transfer at the Company's expense to the terminal into which the work was transferred if work is available.

38:32 Payment is conditional upon completion of one (1) year's service at the terminal. Fifty percent (50%) of the legitimate moving expenses will be paid upon completion of transfer and the balance upon completion of one (1) year's service from the effective date of transfer. It shall be a matter of policy, that drivers may be required to make such moves within three (3) months of the date of transfer.

- 38:33 Whenever a man is transferred at the request of the Company, his reasonable moving expenses shall be borne by the Company.
- 38:34 For the purpose of this Article "expenses" is defined to mean the cost of moving normal household goods and chattels up to a maximum of two thousand (2,000) cubic feet.
- 38:35 When the Company contributes to the cost of moving, it shall have entitlement to select the mover.
- 38:36 Such employees will be dovetailed into seniority lists as of the date they first become employees in their classification, within the local Union jurisdiction, or certification unless other arrangements are mutually agreed upon.

39:00 TECHNOLOGICAL CHANGE

39:01 Definition - Technological and mechanical changes shall be defined to mean the introduction and utilization of vehicular and other equipment changes which have not previously been used within the bargaining unit by the Company and the use of which results in the termination or the laying off of regular employees.

Recognition by Parties - All Parties to this Agreement recognize that technological and mechanical changes that result in the increased efficiency and productivity must be encouraged and further, that all Parties have a direct responsibility to reduce to a minimum the adverse effects .that may result from such changes.

Prior Notification - The Company shall advise the Union as far in advance as possible, and not less than thirty (30) calendar days prior to the introduction of technological or mechanical changes and the matter shall immediately become the topic of general discussion and consultation between the Company and the Union, and particularly in regard to:

- 39:02 The effect such changes will have on the number of employees with the bargaining unit.
- 39:03 The probable effect on working conditions.
- 39:04 Any changes in job classifications.

Dislocated Employees - In the event technological or mechanical changes result in a reduction in the work force or the demotion or promotion of employees, such reductions, demotions or promotions shall be done in accordance with the provisions of Seniority as contained herein.

39:05 Retraining and Upgrading - The Parties jointly and individually will undertake with the assistance of Canada Manpower and through recognized provincial or local adult training programs, if necessary, to retrain and upgrade regular employees to enable them to become qualified and capable of performing new jobs resulting from or created by the technological or mechanical changes.

40:00 MAINTENANCE OF STANDARDS

40:01 The Company agrees that all conditions of employment relating to wages, hours of work, overtime differentials and general working conditions shall be maintained at not less than the highest standards in effect at the time of signing of this Agreement. Higher rated Union employees shall be subject to all the terms and conditions of this Agreement.

41:00 GRIEVANCE PROCEDURE

- 41:01 Any violation of the Agreement must be submitted as a grievance within thirty (30) days of the violation or be considered invalid unless, upon evidence of extenuating circumstance, grievance procedure is authorized by the Union and/or the Company.
- 41:02 Disputes or differences concerning the interpretation, application, operation or violation of this Agreement shall be resolved according to the following procedure:
- 41:03 The employee and the Shop Steward together with such person or persons as he or the Union may wish, shall take the matter up with the Employer.
- 41:04 Should a solution not be reached by Step (1) then an officer or officers of the Union, accompanied by the employee, if he or they so wish, shall discuss the matter with the Employer. If a solution is reached, this shall be finalized in writing forthwith.

If the procedures set forth in Steps (1) and (2) above do not result in a solution being reached within seven (7) days of the first discussion between an Officer of the Union and a Representative of the Employer, or within such time as the Employer and the Union agree to in writing, the dispute shall be referred to either a Troubleshooter or an Arbitration Board, as mutually agreed to by the parties. Should no mutual agreement be reached concerning the use of a Troubleshooter, the matter shall be referred to an Arbitration Board.

42:00. TROUBLESHOOTER

42:01 Where a difference arises between the parties relating to the dismissal, discipline, or suspension of an employee, or to the interpretation, application, operation, or alleged violation of this Agreement, including any question as to whether a matter is arbitrable, during the term of the collective agreement, the following:

Vincent L. Ready

or a substitute agreed to by the parties, shall at the request of either party:

- (i) investigate the difference;
- (ii) define the issue in the difference; and
- (iii) make written recommendations to resolve the difference within five (5) days of the date of receipt of the request; and, for those five (5) days from the date, time does not run in respect of the grievance procedure.
- 42:02 By mutual agreement between the Company and the Union the Troubleshooter's decision shall be binding upon the parties to the dispute and all others affected, and shall be applied immediately.

42:03 The expenses and remuneration of the Troubleshooter shall be paid as provided in Section 112 of the B.C. Labour Code.

43:00 ARBITRATION PROCEDURE

- 43:01 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.
- 43:02 The party receiving the notice shall within five (5) days thereafter appoint a member for the Board and notify the other party of its appointment.
- 43:03 The two arbitrators so appointed shall confer to select a third person to be chairman and failing for three days from the appointment of the second of them to agree upon a person willing to act, either of them may apply to the Honourable, the Minister of Labour, to appoint such third member.
- 43:04 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 time may be extended by agreement of the parties.
- 43:05 The Arbitration Board shall have the power to determine whether a particular issue is arbitrable under this Agreement. However, it shall not be vested with the power to change, modify or alter any of the terms of this Agreement.
- 43:06 A majority award shall be the award of the Board.
- 43:07 If the Arbitration Board finds (or if at any earlier stage of the grievance procedure; it is found) that an employee shall be reinstated by the Employer 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.
- 43:08 However, 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, the amount so received shall be deducted from wages payable by the Employer 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 the authority to order the Employer to pay less than the full amount of wages lost.
- 43:09 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 in this Article.
- 43:10 The expenses and remuneration of the Chairman shall be paid by the parties in equal shares.

43:11 Without restricting the specific power heretofore mentioned, the Arbitration Board shall have all the general powers of an Arbitration Board.

44:00 SUBSISTENCE

44:01 While engaged in non scheduled overnight trips, away from the terminal, there will be a subsistence allowance of fifteen dollars and sixty cents (\$15.60) minimum per day for each over night period. However, if this amount does not cover expenses, the Company shall pay such employees any reasonable and additional expenses incurred if properly supported by a voucher or receipt.

45:00 BANKED SHIFTS

- 45:01 By mutual agreement in writing, between the Company and its employees, arrangements may be made to bank accumulated shifts. The employee may then request his shifts in time off. Upon request by the employee, such time off will be taken at mutually agreeable times, such agreement will not unreasonably denied by supervision. The minimum unit of banked shifts to be utilized is equivalent to 350 miles or twelve (12) regular hours a. It is understood that this time may be taken in multiples of 1 day or shift.
- Where any employee desires to bank his shift, he shall request in writing; employees will be allowed to bank a maximum of 2800 miles or ninety-six (96) hours at one time.
 - Shifts which are banked shall be credited in terms of miles or hours, and when taken as time off; shall be paid out at the same rate as banked. When an employee leaves the Company, all banked shifts shall be paid out in total.
- 45:03 The Company will keep a record of all banked shifts which will be available for perusal by the employee.

46:00 TERM OF AGREEMENT

ON DELIALE OF THE COMPANY.

- 46:01 This Agreement shall be in full force and effect from the first (1st) day of June A.D., 2006 until the thirty-first (31st) day of May, A.D., 2009, and shall remain in full force and effect from year to year thereafter provided that either party may, not less than ninety (90) days and not more than one hundred and twenty (120) days immediately preceding the thirty-first (31st) day of May thereafter, by written notice to the other party:
- 46:02 Require the other party to commence collective bargaining with a view to the conclusion of a renewal or a revision of the collective agreement, or a new collective agreement.
- 46:03 Terminate the agreement on the next succeeding anniversary date thereof and require the other party to commence collective bargaining with the view aforesaid.
- 46:04 Terminate the agreement on the next succeeding anniversary date thereof.
- 46:05 Should either party give written notice to the other party pursuant to sub-section (46:01) hereof, this agreement shall thereafter continue in full force and effect until the Union shall give notice of strike or the Company shall give notice of lockout, or the parties shall conclude a renewal or revision of the agreement or a new collective agreement.
- 46:06 The parties hereto agree to waive the provisions of sections 50(2) and (3) of the Labour Relations Code of British Columbia.

47:00 TEAMSTERS LOCAL 213 INDUSTRY ADVANCEMENT FUND

47:01 The Employer shall make contributions at the rate of five cents (.05) per hour for all regular and overtime hours worked for each employee covered by this collective agreement. Such monies are payable to the Teamsters Local Union No. 213 for placement in its Industry Advancement Fund by the fifteenth (15 th) day of the month following that to which they refer. The above contributions shall commence on the first (1st) day of January, 2000.

IN WITNESS WHEREOF the Party of the First Part has hereunto affixed its signature(s) by its Officers duly authorized therefore, and the Party of the Second Part has hereunto affixed its signature(s) and seal by its Officers duly authorized therefore.

ON DELIALE OF THE UNION.

ON BEHALF OF THE COMPANT:	ON DEFIALT OF THE UNION:
	_
Tim Bell	Mike Croy

APPENDIX "A"

RATES

JOB CLASSIFICATION

CLASSIFICATIONS	EFFECTIVE	EFFECTIVE	EFFECTIVE
	JUN/06	JUN/07	JUN/08
Hourly Truck Driver	\$21.50	\$22.25	\$23.00
Mileage Truck Driver	\$0.51	0.527	\$0.544
Driver Mentor	\$2.50 per hour over base hourly truck driver wage		

CHARGEHAND

Chargehand rate of pay shall be fifty cents (\$0.50) per hour in excess of the highest hourly rated employee under direction, including his own classification.

APPENDIX "B"

HEALTH AND WELFARE PLAN

The Company shall provide the "Teamsters Local 213 Health and Welfare Plan" to all regular employees, members of the Union, and eligible dependents coming under the jurisdiction of this Agreement.

- (a) Any member of the Union who is in the employ of the Company on a regular full-time basis on the effective date of the Health and Welfare Plan shall join the Plan on that date. The Company shall make contributions to the Health and Welfare Plan on behalf of each regular employee as follows:
 - January 1st, 2003 To a maximum of \$341.50 per month

 The contributions referred to above shall be remitted by the fifteenth (1^{-5th}) day of each month.
- (b) Any regular employee, member of the Union, who is hired by the Company after the effective date of the Health and Welfare Plan, shall join the Plan on the first (1st) day of the month immediately following thirty (30) calendar days from the date of employment with the Company.
- (c) It will be the responsibility of the Company to ensure that all regular employees are enrolled in the Health and Welfare Plan and for making premium remittances on their behalf. Failure of the Company to enrol employees, forward completed forms and/or remit premiums on the due date, being the fifteenth (15th) day of each month, to the Trustees will cause the Company to be liable for any claims arising thereof.
- (d) It shall be the responsibility of the Union to provide the Company with the necessary Health and Welfare Plan forms.
- (e) It. shall be the responsibility of the Company to provide the employees with the necessary Health and Welfare Plan forms.
- (f) It shall be the responsibility of the employee to cause such forms to be filled out and completed by his doctor in order that they can be processed in order.
- (g) The Administrator of the Plan shall cause the insurance carrier to remit payments due the employee not less frequently than his normal pay periods.
- (h) The Company shall remit the premiums to the Administrator, as designated by the Trustees of the Health and Welfare Plan. It shall be the Trustees responsibility after receipt of the premiums to distribute same to the applicable insurance underwriters.
- (i) Medical, surgical and obstetrical coverage in accordance with the standard plan of service provided by M.S.P.

- (j) The cost of the Health Insurance Plan and Provincial Medicare combined shall be borne by the Company, plus any increases for M.S.P. and Dental.
- (k) Part-time employees shall not be covered under the provisions of the Health and Welfare Program until the first (1st) day of the month following the date they become regular employees.
- (l) A regular employee, to qualify for Health and Welfare, must have worked a minimum of one (1) day per month.
- (m) When an employee goes off work ill, or on compensation or a grievance is invoked on his discharge, the Company shall continue to pay both his Health and Welfare premiums and Union dues so that the employee shall be protected to the utmost, provided:
 - (i) The employee reimburses the Company for such contributions normally paid by said employee and is at no time more than five months in arrears, and,
 - (ii) The period of such coverage shall exceed twelve (12) months only by mutual agreement of the two Parties. .

When an employee returns to work, the Company shall deduct from his earnings any monies the Company has paid out in respect of his contributions.

(n) The Company agrees to pay and submit contributions for Life Insurance, Accidental Death and Medical Services Plan for one (1) month following the month in which an employee is laid off.

APPENDIX "C"

PENSION PLAN

Such contributions shall be submitted by the 15th day of the month following that to which they refer.

A. Regular Employees (must be on Seniority List as of June 1,2006) Effective June 1st, 2006 - one dollar and seventeen cents (\$1.17) per hour.

Regular employees (on Seniority List as of June 1, 2006)

Effective June 1st, 2006 – thirty five cents (\$0.35) per hour.

Effective June 1st, 2007 – forty five cents (\$0.45) per hour.

Effective June 1st, 2008 – fifty cents (\$0.50) per hour.

The Company will contribute contributions per hour for each hour for which wages are payable, to the Teamsters Local Union 213 Pension Plan.

Owner Operator/Dependant Contractor Owner Operator/Dependant Contractor Drivers

Effective June 1st, 2006 – thirty five cents (\$0.35) per hour.

Effective June 1st, 2007 – forty five cents (\$0.45) per hour.

Effective June 1st, 2008 – fifty cents (\$0.50) per hour.

- B. Contributions and remittances referred to in A. and B. shall be remitted monthly by the fifteenth (15th) day of the month following the month to which they refer, together with a form, supplied to the Company by the Union, which shall provide full instructions.
- C. Timely payment of contributions to the Trust Fund provided for in this Agreement is essential for the protection of the beneficiaries. Delinquency and continued failure to remit contributions to the Trust Fund shall be dealt with as follows:
- D. The Union will advise the Company, in writing, of any delinquency.
- E. If the Company has failed to respond within forty-eight (48) hours of receipt of notification, exclusive of Saturdays, Sundays and Holidays, the Union may then request a meeting with the Company to provide for payment of funds.
- F. In the case, of failure of the Company to contribute into the funds on the due date, the Trustees, in their joint names may take legal action against the Company for recovery of the amount due.

APPENDIX "D"

DEPENDENT CONTRACTORS

1. TRIP RATE CALCULATIONS

- (a) Rate will be increased or decreased to reflect changes in the price of diesel fuel
- (b) The current fuel escalation agreement in practice will be observed and continued for the duration of the Agreement.
- (c) Rates will be adjusted based on the costs listed below for the term of this collective agreement:
 - Owner Operator/Dependant Contractor Driver trip rate wage effective June 1,2006
 - Teamsters Local 213 Health and Welfare base rate effective January 1,2006
 - Owner Operator/Dependant Contractor Driver Pension Contribution effective June 1, 2006
 - Workers Compensation base rate effective January 1,2006
 - ICBC base rates effective January 1,2006.
 - Employment Insurance effective January 1, 2006.
 - Canadian Pension Plan effective January 1,2006.
- (d) The maintenance and tire component of the trip rate will be increased 3% each year of the Collective Agreement on April 1st.

2. OTHER PAY

(a) The Company will provide a mid month advance to all Dependant Contractors. Double shifted units will be advanced five thousand dollars (\$5,000.00). Single shifted units will be advanced two thousand five hundred dollars (\$2500.00).

3. PREMIUMS

- (a) The Owner Operator/Dependant Contractor shall assume complete responsibility for the following:
- (b) Providing their Drivers with the terms and conditions established by the main body of the collective agreement and/or the Owner Operator/Dependent Contractor Driver Agreement.
- (c) Union Dues, Initiation Fees and Assessments.
- (d) Contributions normally assessed against an employee for Employment Insurance, Canada Pension Plan and Workers Compensation.

4. RULES AND REGULATIONS

(a) Dependant Contractors will have full rights to Grievance Procedure of this Agreement.

- (b) The Dependant Contractor will operate his/her unit and work under the Rules and Regulations of the new Hours of Work (Safety Standards Code) legislation, when imposed by the Government.
- (c) There shall only be one (1) Dependant Contractor/Owner Operator per unit (tractor only) with the provision for a Driver as per the Dependant Contractor/Owner Operator Driver Agreement.

5. SAFETY EQUIPMENT

(a) The Company agrees to provide hard hats, high visibility vests and gloves to Owner Operator/ Dependant Contractor Drivers.

6. ADDITIONAL HAULS

(a) On any haul, tentative haul rate will be set at the time of inception and reviewed within a thirty (30) day trial period and adjusted up or down.

7. INSURANCE

(a) The Dependant Contractor/Owner Operator Driver will purchase insurance through the Company and the cost of such insurance will charged to the Owner Operator/Dependant Contractor.

8. HEALTH AND WELFARE

- (a) Owner Operator/Dependant Contractors will have to option of purchasing Health and Welfare coverage through the Teamsters Local No. 213 at the same cost as employees of which Arrow will pay the premiums to the Teamsters Local No. 213 and then deduct the said premium from the Dependant Contractor's Monthly Statement.
- (b) Owner Operator/Dependant Contractors must apply for coverage on the first (1st) day of the month immediately thirty (30) calendar days from the date of employment with the Company.
- (c) Dependant Contractors declining coverage or cancelling coverage after being insured cannot be reinsured during the term of the Collective Agreement.

9. PENSION CONTRIBUTION

(a) The Company will deduct pension contributions from the Dependant Contractor's Monthly Statement for each applicable trip rate hour and submit to the Teamsters Local No.213. It is the responsibility of the Owner Operator/Dependant Contractor to fill out the "Monthly Truck Route Review" to allocate the pension accordingly for each driver as per the Dependant Contractor/Owner Operator Driver Agreement by the first (1st) working day of the following month..

10. TRACTOR PAINTING

(a) The Company agrees to provide 36 months for a new Owner Operator/Dependant Contractor to paint his/her tractor unit. Any new factory orders or used replacement tractors must be painted as per the Company paint code.

ARROW BULK CARRIERS LTD.

(LOWER MAINLAND BULK DIVISION)

ADDENDUM

The signatory parties agree to add to the Arrow Bulk Carriers Ltd. (Lower Mainland Bulk Division) the following addendum which will be construed as an extension of the Collective Agreement as follows:

Owner Operator/Dependant Contractor Driver Agreement

The following provisions apply to the Owner Operator/Dependant Contractor Drivers whose terms and conditions of work are established by the main body of the collective agreement with the exception of all the following Articles: 10:00, 11:00, 12:00, 16:00, 18:00, 24:00, 25:00, 27:00, 29:00, 31:00, 35:00, 36:00, 38:00, 44:00, 45:00,.

It is a requirement for any Owner Operator/Dependant Contractor that has contract for services with Arrow Transportation Systems Inc. Lower Mainland Bulk Division to recognize the Teamsters Union as bargaining agent for such drivers and execute the following terms and conditions of employment of such drivers. Any Owner Operator/Dependant Contractor that fails or refuses to execute these terms and conditions with respect to their drivers risk having their own contract with Arrow cancelled.

Neither the Teamsters Union nor the Lease Operators will assert that Arrow is the true employer of the Owner Operator/Dependant Contractor drivers or that Arrow bears any liability for enforcement or fulfillment of the terms and conditions, should the Owner Operator/Dependant Contractor or any of them fail to fulfill their obligations with respect to any of their employees.

10:00 HOURS OF WORK

10:01 Owner Operator/Dependant Contractor Drivers who is called in to work shall not be paid less than four (4) hours pay at the applicable trip rate wage.

11:00 GENERAL HOLIDAYS

- 11:01 Pay for holidays when not worked shall be as follows:
- 11:02 Regular Owner Operator/Dependant Contractor Drivers shall be paid for time not worked at the regular rate on New Years Day, Good Friday, Victoria Day, Canada Day, B.C. Day, Labour Day, Thanksgiving Day, Remembrance Day, Christmas Day.
- 11:03 The rate of pay for these General Holidays shall be paid at 10 (ten) hours pay at the applicable trip rate wage.
- 11:04 In addition, in the event the Owner Operator/Dependant Contractor Drivers are required to work on a statutory holiday he will be compensated at regular trip rate wages.
- 11:05 Regular Owner Operator/Dependant Contractor Drivers entitled to these nine (9) paid holidays shall be have been employed for at least 30 calendar days before the General Holiday and worked for 15 of the 30 calendar days.

11:06 Regular Owner Operator/Dependant Contractor Drivers absent by reason of leave of absence, discharge, quit or suspension shall not be entitled to General Holiday Pay.

ANNUAL VACATIONS

12:01 The Regular Owner Operator/Dependant Contractor Driver's anniversary date for the purpose of calculation annual vacations shall be the Regular Owner Operator/Dependant Contractor Driver's starting date with same Owner Operator/Dependant Contractor.

12:02 Two Weeks

Upon completion of one (1) years service, Regular Owner Operator/Dependant Contractor Drivers shall receive two (2) weeks vacation. Vacation pay will be calculated at four percent (4%) of their gross earnings.

12:03 Three Weeks

Upon completion of five (5) years service, Regular Owner Operator/Dependant Contractor Drivers shall receive three (3) weeks vacation. Vacation pay will be calculated at six percent (6%) of their gross earnings.

16:00 **WAGES**

16:01 The Regular Owner Operator/Dependant Contractors shall compensate their Drivers on a trip rate basis. The trip rate is calculated using the posted cycle time multiplied by the hourly rate listed in Appendix "A" which includes all overtime allowances for 120 hours on any 14 consecutive days.

18.00 LICENSE TESTS

The Regular Owner Operator/Dependant Contractor Drivers with two (2) or more years of seniority who is required under the Motor Vehicle Regulations to undertake a physical examination as a condition of continuing to hold a valid driver's license shall receive a contribution to a maximum of thirty (\$30.00) to the cost of the examination.

25:00 GLOVES AND PPE

25:01 Where required the Regular Owner Operator/Dependant Contractor Driver will be supplied on an exchange basis, gloves, hard hat, safety vest and non prescription eye protection.

31:00 PROBATIONARY PERIOD

31:01 All newly hired Owner Operator/Dependant Contractor Drivers shall be considered as probationary employees for the first sixty (60) calendar days during which a probationary employee has worked two hundred forty (240) hours.

32:00 REGULAR OWNER OPERATOR/DEPENDANT CONTRACTOR DRIVER

- 32:01 A Regular Owner Operator/Dependant Contractor Driver shall be considered as such when:
- 32:02 He has completed his probationary period.
- 32:03 He makes himself available to One Owner Operator/Dependant Contractor for full time employment of more than 120 hours per month.
- 32:04 He has no other outside employment except where such employment may be specifically permitted.

33:00 PART-TIME OWNER OPERATOR/DEPENDANT CONTRACTOR DRIVER

- 33:01 A Part-Time Owner Operator/Dependant Contractor Driver shall be considered as such when:
- 33:02 He has been hired on an incidental and temporary basis to provide for additional manpower of less than 120 hours per month for any One Owner Operator/Dependant Contractor
- 33:02 Part Time Owner Operator/Dependant Contractor Driver's shall be paid an amount equal to eight percent (8%) of their regular earnings in lieu of the following: General Holidays, Annual Vacations, Health and Welfare and Pension Plan.

35:00 BEREAVEMENT LEAVE

- 35:01 When death occurs to a member of a Regular Owner Operator/Dependant Contractor Driver immediate family, the Driver will be granted 3 days of unpaid leave.
- 35:02 A Regular Owner Operator/Dependant Contractor Driver's immediate family is defined as a Driver's spouse, mother, father, sons and step-sons, daughters and step-daughters, brothers and sisters, mother in-law and father in-law, grandfathers and grandmothers, which will also include the spouse's grandparents.

36:00 **JURY DUTY**

36:01 Regular Owner Operator/Dependant Contractor Driver's called to jury duty will receive no compensation. Driver's will suffer no loss of benefits while on jury duty.

APPENDIX "A"

Trip Rate					
Classifications	Effective	Effective	Effective		

	April 1/06	April 1/07	April 1/08
Regular Owner Operator Contractor Driver	\$21.50	\$22.25	\$23.00
Part-Time Owner Operator Contractor Driver	\$23.22	\$24.03	\$24.84

APPENDIX "B"

The Owner Operator/Dependant Contractor shall provide the "Teamsters Local 213 Health and Welfare Plan" to all Regular Owner Operator/Dependant Contractor Drivers and eligible dependents.

a) Any Regular Owner Operator/Dependant Contractor Driver who has completed the probationary period shall be covered effective the first day of the calendar month following such period.

APPENDIX "C"

The Owner Operator/Dependant Contractor shall submit Pension contributions by first (1st) day of the following month to which they refer.

a) Any Regular Owner Operator/Dependant Contractor Driver who has completed the probationary period shall be covered effective the first day of the calendar month following such period per the following:

Effective April 1st, 2006-thirty five cents per hour for all trip rate hours Effective April 1st, 2007-forty five cents per hour for all trip rate hours Effective April 1st, 2008-fifty cents per hour for all trip rate hours