

ATLAS COPCO CANADA INC.

and

INTERNATIONAL UNION OF OPERATING ENGINEERS,
LOCAL 115

DURATION: May 1, 2011 to April 30, 2014

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COLLECTIVE AGREEMENT

BY AND BETWEEN: ATLAS COPCO CANADA INC. (hereinafter referred to as the "Company")

AND: INTERNATIONAL UNION OF OPERATING ENGINEERS, LOCAL 115 (hereinafter referred to as the "Union")

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, **save and except supervisors, persons above the rank of supervisors, office administrators (Service Planner excluded) and sales staff, temporary employees, and students employed during the school vacation period.**
- 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 facility 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.
- 5.02 ***In this Agreement "student" is defined as an individual registered in a course of study at university, college or high school and who works a maximum of 60 days in a 12 month period. Students shall not perform work which is normally done by an employee of the Bargaining Unit. The Company agrees that it will not hire more than 3 Students at any given time.***
- 5.03 ***In this Agreement "Temporary Employee" is defined as an employee of the Company from outside the Province of British Columbia who is assigned to perform work of the bargaining unit on a contract basis not to exceed 3 months. The parties acknowledge that the Company has specially trained technicians outside of British Columbia who may be required from time to time to perform service work on customers' equipment. These employees shall not be considered members of the Bargaining Unit, however the Company shall pay the equivalent of union dues and work permits on behalf of each such employee. Should the contract exceed three (3) months, the area Union Business Representative may request such an employee to become a member of the Union. It is understood that the Company shall not use Temporary employees from outside the Province to perform regular recurring work that would otherwise be performed by a regular member of the Bargaining Unit.***

ARTICLE 6 - HOURS OF WORK AND OVERTIME

6.01 DAY SHIFT The standard work day shall consist of ***eight (8) hours shifts scheduled Monday to Friday. Work will be scheduled based on customer demands and normally performed between the hours of 6 a.m. and 4:30 p.m. Flex start time will be between the hours of 6 a.m. and 8 a.m. as scheduled by the Employer.*** Hours of work may be changed by mutual agreement between the Company and the Union.

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 thirty-five cents (.35) 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.

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 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 **as follows**:

1. **Employees working prior to May 1, 2011 shall be entitled to overtime as outlined in the attached Letter of Understanding.**
2. **Employees hired after May 1, 2011 and working in the classifications of Preventative Maintenance, Service Technician Level 1 and Level 2 shall be paid overtime as follows:**
 - (a) **Daily Overtime:**

Employees working the eight (8) hour shift shall be paid time and one-half (1.5x) their hourly rate of pay for all hours worked in excess of eight (8) hours up to and including eleven (11) hours. Any hours worked in excess of eleven (11) hours in a shift shall be paid at double time.
 - (b) **Weekend Overtime:**

Employees shall be paid one and one half times (1.5x) their hourly rate of pay for the first three (3) hours worked on the weekend (Saturday/Sunday) or their regularly scheduled days off. Any hours worked in excess of three (3) hours shall be paid at double time.
 - (c) **Weekly Overtime:**

Notwithstanding (a) and (b) above, once an employee has worked 8 hours of overtime in a week all additional overtime for that week shall be paid at two times (2x) the hourly rate of pay.
 - (d) **Overtime During Vacation:**

Any employee called out to work during their scheduled vacation time or scheduled bank time off shall be paid at two times (2x) the hourly rate of pay of the classification of work performed.
3. **Employees working in the classification of Service Technician Level 3 shall have all overtime paid at two times (2x) the hourly rate of pay.**

4. **Overtime Distribution: Where overtime is deemed necessary by the Company, it shall be distributed as equitably as possible based on the following:**

- (a) **Overtime worked either at the beginning or end of a shift will be offered to the person performing the same job during his regular shift.**
- (b) **For call-out overtime the overtime shall be rotated among the available employees in the appropriate classification and location who regularly work in the department and are capable of performing the work.**

Those employees required to attend meetings such as Union/ Management and/or Safety Committee meetings shall not lose their place in the rotation as a consequence of their attendance at these meetings.

Where an employee is not called out in accordance with this Article, he shall receive the equivalent of all monies earned by the employee who accomplished the work.

- (c) **As a last resort, people in other classifications capable of doing the work shall be offered the opportunity in order of seniority. Where an employee is not called out in accordance with this Article, he shall receive the equivalent of all monies earned by the employee who accomplished the work.**
- (d) **Where the Company is unable to contact an employee or an employee declines an overtime opportunity he shall be deemed to have worked in the recording of overtime distribution.**

6.11 BANKED OVERTIME

Employees may bank overtime equivalent to **one hundred and twenty (120)** hours straight time maximum **accumulated annually**. Employees shall state whether overtime is to be banked or paid at the beginning of each fiscal quarter. All overtime banked shall be banked at the appropriate rate governed by 6.10 and the rate of pay as outlined in Appendix "A".

After the employee has reached the maximum bankable time, all future overtime hours shall be paid.

Banked hours may be withdrawn by an employee in whole or in part at the rate of pay it was earned. In the event an employee wishes time off, such time will be by mutual agreement and subject to operating needs and service requirements of the business. **An employee who is using forty (40) hours of his banked time may take advantage of taking one (1) week off provided that he has obtained approval from his supervisor at least three (3) weeks before the holiday.**

Banked hours may not be withdrawn during a month in which a disciplinary suspension is being levied. Banked overtime will not be used to fulfill the requirements of Clause 6.21 (Work Week Guaranteed).

All unused banked overtime must be paid out at the end of the Company's fiscal year. No banked time **shall** be carried over a fiscal year.

- 6.12 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.
- 6.13 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.
- 6.14 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.

6.15 OVERTIME MEAL

- (a) 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 Service Manager and if the request is reasonable the Service Manager 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 fifteen dollars (\$15.00) 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 parties in the area involved.
- 6.16 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.

- 6.17 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.

- 6.18 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.
- 6.19 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.
- 6.20 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.
- 6.21 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.
- 6.22 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, 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) The provisions of this section shall not apply if an employee voluntarily quits or lays off, or is discharged for proper cause.
 - (d) All call outs shall be distributed to the most senior person holding the skill and ability to perform the proposed assignment(s) work. This does not apply to satellite territories. In cases where all of the employees refuse to do overtime, the least senior available technician will be required to perform the assigned work.
- 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.

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. 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 GRIEVANCE PANEL The parties may, upon mutual agreement, refer any outstanding grievance to the Canadian Joint Grievance Panel process. The Panel decision shall be final and binding on the Parties. The Panel shall not have the authority to change this Agreement or to alter, modify or amend any of its provisions. However, the panel shall have the authority to dispense of a grievance by any arrangement that is deemed just and equitable. It is further agreed that in the event the Panel is unable to render a majority decision that the grieving party may refer the matter to a Schedule II Hearing under the Panel process, refer the matter back to the arbitration process as outlined above in this Article or, withdraw the grievance.

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, ***either party may, within thirty (30) days of receipt of the answer at Step B, notify the other party in writing of its desire to submit the grievance to Arbitration. The parties shall attempt to agree upon an Arbitrator by exchanging nominations, and failing agreement within ten (10) days as to the appointment of an Arbitrator, a request from either party shall be made to the Minister of Labour of the Province of British Columbia for the appointment of an Arbitrator.***

The decision of the arbitrator shall be final and binding. Each Party shall pay its own costs.

8.02 The Arbitration Board shall have the right to modify any penalty imposed by the Company on an employee.

8.03 The expenses and remuneration of the Arbitrator shall be paid by the Parties in equal shares.

8.04 Without restricting the specific powers hereinbefore mentioned, the Arbitrator shall have all the general powers of an Arbitration Board.

8.05 ***Notwithstanding the provisions of this Article, the parties may, by mutual agreement, elect to participate in the Canadian Joint Grievance Panel.***

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 and during this period seniority will not be applicable. When completed, seniority will commence from the date of hiring.

In addition, during the initial probation period, the Company will meet with the employee on the 30th and 60th working day to review the employee's performance to date.

The Employer will inform the Shop Steward that the evaluations are completed.

9.03 EMPLOYEE - RE-EMPLOYMENT An employee re-entering the employ of the Company shall not be subject to another probation period if they have retained their seniority as outlined in other Articles of this agreement.

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.
- (b) 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.
 - (i) An employee laid off in one classification will be given the opportunity of displacing an employee with less seniority in a similar or higher position provided the senior employee has the ability and qualification to perform the job in a manner which will not adversely affect the efficiency of the department beyond a short term (30 day maximum) familiarization period.
 - (ii) A laid-off employee may bump a less senior employee from an equivalent or lower classification for which he possesses the ability and qualifications to perform the job. Employees who bump to a lower level job will be paid at the step in the new position which is closest to their current pay.
 - (iii) 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 shall be reinstated in his former classification.
- (c) 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.

9.05 SENIORITY RETENTION A laid-off employee shall retain his seniority and recall rights with the Company for:

Less than one (1) year seniority - 6 months
Over one (1) year's seniority - 12 months
Over five (5) years' seniority - 24 months.

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 contact laid-off employees either personally, by mail or through the Union dispatcher at the address or at the telephone numbers supplied by the employee. 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 one (1) year's service with the Company, that employee shall be paid one week's pay based on forty (40) hours at their applicable rate of pay for each year of service with the Company. 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 he shall forfeit all seniority rights accruing to him under this Agreement by reason of his term of service with the Company.

9.08 DEEMED TERMINATED

An employee shall lose his seniority when any of the following occur:

- (a) An employee leaves voluntarily or is discharged for just cause.***
- (b) An employee fails to notify the Company of his intention to return to work from a lay off, within five (5) working days after he has been notified by registered mail at his last address on file with the Company, or fails to return within seven (7) working days, unless a satisfactory reason acceptable to the Company is given.***
- (c) If any employee accepts a management position with the Company outside the bargaining unit, his seniority will be frozen for a period of up to 12 months provided the employee returns to the bargaining unit. An employee who works in such a position for more than 12 months shall lose his seniority rights within the bargaining unit. The Employee must consult with a Union Representative before taking a leave under this provision.***
- (d) If an employee is on sick leave for a period in excess of 24 months and is not able to return to his former job permanently, the Company may undertake a review of the leave and the employment relationship.***

ARTICLE 10 - VACATIONS

10.01 **All new employees starting with the company after the date of ratification** will receive vacations according to 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)	4%
1 year but less than 2 years	2 weeks	4 % or 80 hours
2 years but less than 7 years	3 weeks	6 % or 120 hours
7 years but less than 18 years	4 weeks	8% or 160 hours
18 years but less than 25 years	5 weeks	10% or 200 hours
25 years and more	6 weeks	12% or 240 hours

Employees working prior to the date of ratification shall be entitled to vacation as outlined in Letter of Understanding #1 attached.

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 **4%, 6%, 8%, 10% or 12%** of their gross earnings for the work year immediately proceeding 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 percent (**4%**), **six percent (6%)**, **eight percent (8%)**, **ten (10%)** or **twelve percent (12%)** 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 Prior to an employee going on his vacation, the Company shall furnish the employee with a statement showing the period for which the employee is receiving his or her vacation pay, how the vacation pay was calculated, and shall include all overtime payment, commissions, or anything of a monetary value on which the employee has to pay income tax, and also a cheque for the proportionate vacation pay the employee is entitled to.
- (b) In Bargaining Units where it is mutually agreed; vacation pay based on the appropriate percentage of gross earnings shall be paid out to each employee on each pay period.

At the time the vacation is taken, the employee shall then be paid the difference subject to 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 fifty-two (52) weeks;
- (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 fifty-two (52) weeks.
- (d) Lay off.

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 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) PAY STATEMENT 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.

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.

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 will be paid ***in accordance with Article 6.10 Overtime.***
- 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 - 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.

14.03 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.

15.04 PROTECTIVE CLOTHING

- (a) The Company shall supply protective clothing when employees are engaged in cleaning equipment.
- (b) The Company will continue its current practice of providing insulated coveralls where 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.

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) fifteen (15) minute breaks during the course of each shift - one (1) in each half of the shift.

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 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. 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.

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

- 15.15 TOOL REPLACEMENT ALLOWANCE Journeymen Mechanics with 12 months' service shall receive a Tool Allowance of **four hundred fifty dollars (\$450.00)** per year, upon provision of receipts, to be paid on a separate cheque. This will be the amount for the duration of the contract.

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

- 15.16 SUB-CONTRACTING *The Company agrees that it shall not contract out any work normally done by a member of the Bargaining Unit if such contracting out shall result in a lay off or non-recall of an employee. Nor shall sub-contracting be used as a means to prevent hiring employees for regular recurring work normally performed by members of the Bargaining Unit.***

It is agreed that should sub-contracting be required that the parties will meet and discuss the circumstance to seek mutual agreement on the impact to the existing employees and if other alternate avenues are available. The Company and the Union will meet semi-annually to discuss problems regarding sub-contracting.

- 15.17 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
4. Retirement Plan Provisions
5. Health & Safety Manual/Policies

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

15.18 SEVERANCE In the event of amalgamation, permanent closure of the facility, 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.

In the event that part of the facility 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.

15.19 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.

15.20 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.

15.21 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 him-self, he shall consult the General Manager of the Company to determine which legal firm should be used.

15.22 TRANSFER

When an employee agrees to a transfer, the Company shall **reimburse the employee for relocation expenses in accordance with the Company's policy.**

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.

15.23 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.

15.24 EDUCATION FOR UPGRADING The parties agree that education is the key to the advancement of the Compressor Division with its clients. To this part the employer is committed to advance the education of its technicians as a priority. Training will generally be planned in advance **and employees will be made aware of training opportunities as they become available. Wherever possible and practical, the Employer will commit to an average of 40 hours of training per employee per year. It is understood that in any year the total training hours may be more or less than 40 hours for each employee.**

The parties further agree to jointly develop a training plan that is targeted to the needs of the technicians.

15.25 SAFETY BOOT ALLOWANCE Safety boot allowance will be as per the company Safety Boot Policy. A maximum of two hundred and fifty dollars (\$250.00) will be provided for CSA safety boot(s) payable annually on submission of receipts. The boots can be purchased at the company's safety clothing supplier. The company will provide a coupon voucher system for the purchase of the boots. Other retailers that supply safety boots can be accessed, but not beyond the value listed above.

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.

Employees may request another voucher for a second pair of boots during the year if they can demonstrate excessive wear.

- 15.26 OPERATING ENGINEERS' ADVANCEMENT FUND The Employer shall contribute the sum of five cents (\$0.05) per hour for each hour wages are payable hereunder for each employee covered by this Agreement to the Operating Engineers' Advancement Fund.
- 15.27 WORK ON CLIENT PREMISES In the event where an Employee feels that the job required is unsafe, he must contact the planner and/or the Service Manager to discuss the matter and find a solution. Should no solution be mutually agreed, the employee shall have the right to exercise the right to refuse unsafe work without fear of retribution.

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 PROMOTION When new jobs are available, wherever possible, the Company will promote employees to a better paying job; seniority, qualifications and ability to be considered.

17.02 JOB POSTING

- (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. The senior employee applying who has the ability to do the job, subject to the Technological or Procedure Changes Article of this Agreement, shall receive such job.

17.03 NEW JOB CLASSIFICATION

- (a) When a new job classification is introduced which is not included in the list of classifications in Appendix "A" and/or "B", 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 Company will make the premium payments for insurance plans on behalf of eligible employees. However, employees will be responsible for the premium payments for the Long Term Disability plan.
 - b) The Company will supply the Union with a copy of the current policy brochure. Employees can review a copy of the current coverages on-line at www.manulife.ca/groupbenefits.
 - c) The parties agree that the insurance plans are those arranged by the Company's parent. The parties agree that as the corporate benefit package is changed, those changes will apply to the employees.
 - d) The parties recognize that the insurance plans may contain restrictions, exceptions, qualifications and other terms affecting entitlement to benefits. All questions of eligibility and entitlement are determined in accordance with the terms of the respective insurance plan. Any dispute regarding eligibility or entitlement to benefits will be between the employee and the insurer and will not be the subject matter of a grievance.
- 19.01 The Company will make the premium payments on behalf of eligible employees to the Medical Services Plan of British Columbia.
- 19.02 The insurance plans will consist of an Extended Health Benefit plan, Life Insurance plan, Accidental Death Insurance plan, Weekly Indemnity plan and Dental Plan.
- 19.03 *The Company may amend the Benefit Plans at anytime provided the benefits in affect at the time of ratification are not substantially decreased during the term of this Agreement. The Company must consult with the Union before making any changes to the Benefit Plans.***
- 19.04 ELIGIBILITY - An employee will be eligible for coverage in accordance with the terms of the respective insurance plan. Currently, employees become eligible for coverage after a three month waiting period.
- 19.05 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.
- 19.06 PENSION PLAN The company shall make contributions at the rate of eight dollars (\$8.00) per hour for which wages are payable to each employee within the scope of this Agreement to the Operating Engineers Pension plan.

The Parties agree that the above pension contribution increases will be provided separately to those not enrolled in the Operating Engineers Benefit Plans. Those employees will give written instruction to the employer on where these retirement benefits will be directed for payment.

For employees hired after May 1, 2011, the Company shall make pension contributions at the rate of five (\$5.00) per hour for which wages are payable.

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, 2011**, to and including **April 30th, 2014**, 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, 2014**, 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 _____, 20____.

FOR THE COMPANY

FOR THE UNION

APPENDIX "A" - WAGE SCHEDULE

<i>JOB TITLE</i>	<i>May 1 2011</i>	<i>May 1 2012</i>	<i>May 1 2013</i>
<i>PM Specialist</i>	<i>\$20.55</i>	<i>\$21.17</i>	<i>\$21.80</i>
<i>Service Technician L1</i>	<i>\$27.40</i>	<i>\$28.22</i>	<i>\$29.07</i>
<i>Service Technician L2</i>	<i>\$30.83</i>	<i>\$31.75</i>	<i>\$32.71</i>
<i>Service Technician L3</i>	<i>\$34.25</i>	<i>\$35.27</i>	<i>\$36.33</i>
<i>Service Technologist</i>	<i>\$34.25</i>	<i>\$35.27</i>	<i>\$36.33</i>
<i>Junior Service Planner</i>	<i>\$27.03</i>	<i>\$27.84</i>	<i>\$28.67</i>
<i>Senior Service Planner</i>	<i>\$33.78</i>	<i>\$34.80</i>	<i>\$35.84</i>

Definitions for Classifications:

Preventive Maintenance Specialist

- ***Preventative maintenances on oil-injected compressors***
- ***Assistance to L2 and/or L3 technicians during major repairs and upgrades***

Service Technician L1

- ***Minimum 2 years as PM Specialist or demonstrated previous experience***
- ***All PM Specialist activities***
- ***Preventative maintenances on oil-free compressors***
- ***Basic troubleshoots, repairs and mechanical upgrades***
- ***Assistance to L2 and/or L3 technicians during major repairs and upgrades***

Service Technician L2

- ***Minimum 3 years as L1 or demonstrated previous experience***
- ***All L1 activities***
- ***Moderate troubleshoots, repairs and upgrades***
- ***Basic controls upgrades***
- ***Element replacement on oil-injected compressors***
- ***Assistance to L3 technicians during major rebuilds***
- ***Commissioning of oil-injected compressors***

Service Technician L3

- ***Minimum 5 years as L2 or demonstrated previous experience***
- ***All L2 activities***
- ***Advanced troubleshoots, repairs and upgrades***
- ***Moderate controls upgrades***
- ***Major rebuilds on oil-injected and oil-free compressors***
- ***Act as lead on major services and as mentor for apprentice(s)***
- ***Commissioning of oil-free compressors***

Service Technologist

- ***Technical support for technician group***
- ***Advanced controls upgrades***
- ***Commissioning of advanced control and monitoring systems***
- ***Air system audits and reporting***
- ***Support for VSD systems and other advanced electro-mechanical systems***

PREMIUMS

LEAD HAND \$1.00

CHARGEHAND 10% over and above the Journeyman rate.

FIRST AID ATTENDANT \$0.80

NORTHERN ALLOWANCE \$0.17 Employees employed in branch offices in Prince George, or in branches north of the latitude passing through Prince George, will receive the above premium.

FIELD RATE \$0.90 Field rate forms part of and is included with the wage rates set out above.

A.01 STUDENT RATE

Ten dollars (\$10.00)

APPENDIX "B" - APPRENTICES

B.01 - APPRENTICES

- (a) All Apprentices employed by the Company shall be indentured to the Operating Engineers' Joint Apprenticeship Board within sixty (60) days of his apprenticeship in accordance with the provisions of the Operating Engineers' Apprenticeship Plan.
- (b) The length of an Apprenticeship contract for a given trade shall be in accordance with the rules and regulation of the Provincial Apprenticeship Branch unless specified otherwise in the Operating Engineers' Apprenticeship Plan or in this Appendix.
- (c) Any registered Apprentice, who, as a requirement of his Apprenticeship attends school, shall be paid his regular wages by the Company, based on a forty (40) hour week, while attending school. This pay shall only apply for up to a maximum of eight (8) weeks in each calendar year and the amount of any Government grant received by such Apprentice shall be deducted therefrom.

Any further change as directed by the authorities having jurisdiction shall be adhered to.

- (d) An Apprentice, having served his required time and having passed any necessary examinations presented by the Apprenticeship and Industrial Training Branch of the Department of Labour, will automatically be classified as a Journeyman.
- (e) The number of Apprentices employed shall not exceed the ratio of one (1) Apprentice to each four (4) Journeymen.
- (f) A Welding Apprenticeship Contract shall be for a term of two (2) years provided the prospective Apprentice has a minimum of six (6) months' Technical Welding Training in a Provincial Vocational School.
- (g) The wage rate for an Apprentice shall be based on a percentage of the Journeyman's wage rate and where applicable the following scales shall apply:

- 1st 6 months - 50% of Journeyman rate
- 2nd 6 months - 55% of Journeyman rate
- 3rd 6 months - 60% of Journeyman rate
- 4th 6 months - 65% of Journeyman rate
- 5th 6 months - 70% of Journeyman rate
- 6th 6 months - 75% of Journeyman rate
- 7th 6 months - 80% of Journeyman rate
- 8th 6 months - 90% of Journeyman rate

- (h) The Company shall make contributions at the rate of ten cents (\$.10) per hour for which wages are payable hereunder, to each employee within the scope of this Agreement, to the Operating Engineers' Apprenticeship Board, 4333 Ledger Avenue, Burnaby, B.C., V5G 3T3.

- (i) An Apprentice shall not receive further percentage increments without having passed the required training modules and having served his required time on the job.
- (j) 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 Appendix "B" of the Master Agreement.
- (k) The Company shall be responsible for the preauthorization/registration of benefits payable through the Human Resource Department Commission.

B.02 REST PERIODS An employee shall be granted two (2) fifteen (15) minute breaks during the course of each shift - one (1) in each half of the shift.

B.03 HEALTH AND WELFARE The Company will make the premium payments for insurance plans on behalf of eligible apprentices. The insurance plans for apprentices are the Extended Health Benefit plan and the Weekly Indemnity plan. The Company will also make the premium payments on behalf of eligible apprentices to the Medical Services Plan of British Columbia.

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.

B.04 PAY DURING SICKNESS AND ACCIDENT Where an employee is absent from work through sickness or accident he shall receive benefits under the following formula:

- (a) Where sickness or accident is covered under Workers' Compensation, none of the following benefits will apply:
- (b) Employees absent through sickness or accident will be paid by the Company according to the following scale which takes into account the fact that the Group Medical Plan pays disability benefits after thirty (30) days of absence. However, in no case will such pay be paid after an absence of more than five (5) working days unless a doctor's certificate outlines the general nature of the illness or accident and possible date of return is sent to the Personnel Services Department.

Less than 4 months' service:	1 week's full pay and balance of one month at half pay
4 months, but less than 8 months:	2 week's full pay and balance of one month at half pay
8 months, but less than 12 months:	3 week's full pay and balance of one month at half pay
12 months, but less than 5 years:	1 month at full pay
5 years, but less than 10 years:	1 month at full pay and 1 month at full pay less disability benefit
10 years and over:	1 month at full pay and 2 months at full pay less disability benefit

- B.05 HOURS OF WORK Hours of work in the Parts Department may be changed by mutual agreement by the Company and the Union.
- B.06 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.07 CHARGEHAND A Chargehand 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.

LETTER OF UNDERSTANDING #2

BY AND BETWEEN:

ATLAS COPCO CANADA INC.

AND:

INTERNATIONAL UNION OF OPERATING ENGINEERS, LOCAL 115

RE: SUBSISTENCE

" Amend to reflect current policy: "

The subsistence rate will be as per company policy except that the company will consider the last day of travel as a full day away from home. No hotel receipt will be required for the last day.

Signed this _____ day of _____, 20____.

ATLAS COPCO CANADA INC.

INTERNATIONAL UNION OF OPERATING
ENGINEERS, LOCAL 115

