

SOURCE	Co.		
EE	94	05	01
TER/A.	98	04	30
No. OF	36		
NOMBRE D'EMPLOYES.	36		

**COLLECTIVE AGREEMENT**

BETWEEN

**H. J. HEINZ COMPANY OF CANADA LTD**

AND

**UNITED FOOD AND COMMERCIAL WORKERS  
LOCAL 459**

**A.F.L. C.I.O. C.L.C.**

**FACTORY OFFICE AND  
QUALITY CONTROL UNIT**



~~Expires APRIL 30, 1998~~

DEC - 8 1994

0034705

**THIS AGREEMENT made and entered into at Leamington,  
Ontario as of the 27th day of September, 1994.**

**B E T W E E N**

**H. J. HEINZ COMPANY OF CANADA LTD**

**(hereinafter referred to as the "Company")**

**OF THE FIRST PART**

**- and**

**UNITED FOOD AND COMMERCIAL WORKERS**

**LOCAL 459**

**A.F.L. C.I.O. C.L.C.**

**(hereinafter referred to as the "Union")**

**OF THE SECOND PART**

## INDEX

<b>Article</b>		<b>Page #</b>
1	Purpose .....	1
2	Recognition .....	1
3	Union Security .....	2
4	Wages .....	3
5	Shift Premiums.....	4
6	Hours of Work .....	5
7	Holidays .....	7
8	Reporting Allowance and Call-In Pay .....	9
9	Seniority .....	9
10	Vacations .....	16
11	Management Functions .....	19
12	No-Strike Provision .....	20
13	Settlement of Grievances .....	20
14	Arbitration .....	24
15	Leave of Absence for Union Representatives .....	25
16	Sick and Welfare Plan .....	25
17	Uniforms .....	27
18	Bulletin Boards .....	27
19	Rest Periods .....	27

20	<b>Safety and Health</b> .....	27
21	<b>General</b> .....	27
22	<b>Termination and Renewal</b> .....	28
	<b>Appendix "A"</b> .....	29
	<b>Appendix "B"</b> .....	34
	<b>Appendix "C"</b> .....	35
	<b>Appendix "D"</b> .....	36

## **ARTICLE I**

### **PURPOSE**

1.01 It is the purpose of this Agreement to maintain and promote harmonious relationship between the Company and its employees, to set forth hours of work, rates of pay and other conditions of employment to provide an amicable method of settling any difference or grievance which may arise relating to conditions of employment.

## **ARTICLE II**

### **RECOGNITION**

2.01 The Company recognizes the Union as the exclusive collective bargaining representative for all **employees in the factory** of the Company at Leamington, save and **except assistant** department heads, foreladies, those above the rank of assistant department head and forelady, **secretary to** the Manager of the Quality Control Department, persons **employed** in the Medical Department and Human Resources Department, senior labour analyst, maintenance planners, persons employed regularly for twenty-four hours a week or less, and students employed for the school vacation periods.

2.02 The term "employee" when used in this Agreement refers only to persons **employed** by the Company within the bargaining unit described in **this** article and who have acquired seniority as set out in Sub-Article 9.02.

2.03 The term "probationary employee" when used in this Agreement refers only to persons who have not completed the **probationary period** prescribed in this Agreement and who have not acquired seniority as set out in Sub-Article 9.02.

2.04 **Only provisions of this Agreement which apply to probationary employees are those provisions which are specifically applicable to probationary employees and such provisions shall only apply to probationary employees to the extent specifically provided in such provisions.**

2.05 Whenever the singular or masculine are used in this Agreement, the same shall be construed as meaning the plural or the feminine where the context or the parties hereto so require.

## **ARTICLE III**

### **UNION SECURITY**

**3.01** All employees who are now members of the Union or who may later become members, shall remain members in good standing during the lifetime of this agreement as a condition of employment.

**3.02** All employees, who may hereafter become employees in the bargaining unit, shall immediately, upon expiration of sixty-five (65) consecutive working days with the Company, or after sixty-five (65) intermittent working days within a period of five (5) consecutive months, but without necessarily having worked in each of such months, become and remain members in good standing of the union during the lifetime of this agreement as a condition of employment.

**3.03** The Company will furnish to the Union, every month, a list of employees with more than fifty (50) and less than fifty-five (55) consecutive working days with the Company.

**3.04** The Company will deduct union dues from the pay of each member of the Union when so authorized by such members in writing on a form acceptable to the Company. The Company will also deduct the equivalent of union dues from the pay of each employee upon the completion of the probationary period. Such deduction shall be made monthly from the employee's first pay each calendar month and the amounts so deducted shall be transmitted to the Financial Secretary of the Union within twelve (12) days following each deduction. Upon written notice from the Financial Secretary of the union, the company agrees to deduct any assessment which may be levied from time to time.

**3.05 (a)** Six months advance notice of permanent plant closure in order to set up an Adjustment Committee.

**3.05 (b)** The Company will provide the Union three (3) months advance notice of partial plant closure in order to set up an adjustment committee. This shall apply only to a permanent layoff of fifty (50) or more seniority employees. This section shall not apply to seasonal operations.

**3.05 (c)** The Company agrees to pay 2 weeks per year of severance to the unionized layoffs announced in January, (200 people).

## **ARTICLE IV**

### **WAGES**

4.01 Wages will be paid in accordance with the Wage Schedule of Appendix "A".

4.02 Promotions: When an employee is promoted to a classification in a higher grade, he will move to the next higher rate within his new grade with a minimum increase of \$15.00 per week, effective at the time of his promotion. However, this rate cannot exceed the maximum rate of the job on the wage schedule.

4.03 A cost of living allowance will be paid in accordance with Appendix "C".

4.04 (a) When an employee temporarily replaces another employee in a higher grade during absence for vacations, illness, etc., no adjustment is made unless the replacement period extends for a period of one week in which case, after completing such week, the employee's rate will be adjusted to the next higher rate to his present rate within his new job grade with a minimum increase of \$15.00 per week, retroactive to the commencement of such job; however, this rate cannot exceed the maximum rate of the job on the wage schedule. For weeks in which there is only one paid holiday during the replacement, the said holiday will count as a day worked in regard to rate adjustment. On termination of the replacement period, the employee reverts to his regular rate.

(b) When an employee has once qualified for the job rate by progressing through the salary progression schedule he/she does not have to requalify if placed on the same job within a two year period.

4.05 The rules and regulations under the Job Grading Plan appear as Appendix "A" hereto and shall be considered as part of this Agreement.

4.06 Job titles and grades applicable to each group shall be available in the respective groups.

4.07 All employees required to serve on a jury shall, for the period of such service, be compensated for the difference between the daily amount received by them as jurors and eight (8) hours

pay at the rate paid the employee the last working day before serving jury duty.

**4.08** An employee will be granted a leave of absence from work as required of three days in the case of absence due to death of the employee's spouse, child, mother, father, sister, brother, mother-in-law, father-in-law, member of his step family, grandparent, grandparent-in-law and grandchild. Such employee will be paid eight (8) hours pay per day at the rate he received on the last day worked before such leave for each work day (Monday through Friday) that falls within the immediate three (3) calendar day period following death of the employee's relative as specified above. In no case will an employee be paid for more than three (3) work days nor will an employee be paid for Saturday or Sunday under any circumstances. If the Employee cannot attend the funeral, only one work day will be granted provided satisfactory evidence of death is furnished the Company. An employee will be granted on the same basis a leave of absence from work as required of one day in the case of absence due to death of the employee's daughter-in-law, son-in-law, brother-in-law, or sister-in-law.

**4.09** Employees shall receive their pay Thursdays.

**4.10** It is agreed that any employee who has been in the employ of the Company for a period of sixty-five (65) days of actual work within a period of one year and who has been laid off and rehired within one year from the date of lay-off will receive, on rehiring, the rate of pay which was being received by him at the time of lay-off, together with any increases agreed to during the period of lay-off. Provided that, in any case, the rate of pay to be received by such an employee, upon rehiring, shall not exceed the rate then being paid to employees who have completed 65 days of actual work.

## **ARTICLE V**

### **SHIFT PREMIUMS**

**5.01 (a)** A shift premium equal to 3 percent of the base rate (Factory Grade I) shall be paid for all hours worked after 3:00 p.m. on a regular afternoon (second) shift and a shift premium equal to 4.5 percent of the base rate (Factory Grade I) for all hours worked prior to 8:00 a.m. on a regular night (third) shift. (The shift premium to be rounded to the closest cent.) To qualify for a shift premium on the night (third) shift, an employee must work the majority of his



standard eight hours on that shift, prior to 8:00 a.m. To qualify for a full shift premium on the afternoon (second) shift or night (third) shift, an employee must work fifty per cent or more of his standard eight hours on his respective shift

(b) Notwithstanding the above, the language will be inoperative until May 1, 1998. Present amounts will remain until then with no increase in premiums.

## **ARTICLE VI**

### **HOURS OF WORK**

6.01 (a) Hours of work Shall be scheduled by the Company in accordance with its requirements.

6.01 (b) It is agreed and understood that Monday commences at 12:00 a.m. (Sunday midnight).

6.02 Time and one-half shall be paid for all hours worked in excess of eight (8) hours Per day or forty (40) hours per week, Monday through Friday. Only overtime authorized by supervision will be paid. The overtime rate will be determined by dividing the weekly salary by forty. Overtime will be calculated and paid to the closest quarter (1/4) of an hour.

6.03 Time and one-half shall be paid for all hours worked on Saturday and double time for all hours worked on Sunday.

6.04 (a) (i) When the Company decides that overtime work is necessary, throughout the period of Monday to Friday, inclusive, it will be first assigned to employees on the same shift, who are performing the work required and then by shift seniority within the existing overtime group arrangement, provided they are ready and available for such work.

(ii) When overtime work is required on Saturday, Sunday or a paid holiday, it will be allocated by seniority on a shift basis within the existing overtime group arrangement, provided the employees concerned have the necessary skill, merit and ability to perform the work required. Shifts will be determined by the following guidelines:

- (i) The employees shall be on the shift on which he has spent the majority of his time during the week, Monday to Friday, preceding the Saturday and Sunday overtime. Example: An employee who works 3 days on days and 2 on nights would be considered for the day shift overtime on Saturday and Sunday, even though he was not on days on the Friday preceding the overtime.
- (ii) In a week in which a paid holiday occurs, the holiday shall be considered as a day shift, provided the employee does not work a different shift on the holiday.
- (iii) if an employee is absent due to illness, he shall be considered as working on the shift he was scheduled for the day he took sick.
- (iv) Employees trading an individual day or night shift or by the week, shall be considered as working on their original scheduled shift
- (v) Tomato Seasonal Continental Work Week

8 week duration (only)

All departments (all units)

5 x 8 hour shifts starting any day of the week/5 days on, 2 days off.

**All hours** in excess of 8 hours per shift (40 hours per week) will be paid at one and one-half times the regular rate.

Employees required to work on the 6th or 7th day will be paid at a rate of one and one-half times for all hours worked.

The number of times the affected employees will be expected to work Saturday/Sunday at regular rate will be limited to 5 times out of the 8 week period. This is unlikely to impact more than 200 employees.

During the season, it is agreed that the 6th and 7th consecutive work day shall be treated as a Saturday and Sunday with respect to the hours of work and overtime provision in the Collective Agreement with the exception that the 7th day will be paid at the rate of time and one-half for all hours worked, (rather than double time).

The Union/Management Committee will meet to discuss a detailed schedule for the affected periods, to be posted by June 1, 1994.

b) When the Company decides that overtime work is necessary on Sunday, during the tomato season and pickle season, it will be allocated as outlined in 6.04 (a) above provided the assignment of overtime does not interfere with normal shift rotation.

6.05 In any week in which a paid holiday as provided by this Agreement falls, the Company shall pay time and one-half for all hours worked in excess of eight (8) hours per day or thirty-two (32) per Week.

6.06 If not enough employees have agreed to come in to work from the existing overtime group then the unit seniority list will be used in descending order of seniority, until enough people are found, subject to skill, merit and ability.

## ARTICLE VII

### HOLIDAYS

7.01 (a) Employees other than probationary employees who work on the day upon which any of the following holidays is observed, namely:

New Year's Day	Labour Day
Good Friday	Thanksgiving Day
Victoria Day	Christmas Day
Canada Day	Boxing Day
Civic Holiday	

shall be paid at the rate of time and one-half for all hours worked in addition to the holiday allowance of eight (8) hours as provided in paragraph 7.02. These payments shall be computed on the basis of the rate applicable to the job performed.

(b) An additional day as determined by the Company will be granted as a recognized holiday during the Christmas season.

(c) A holiday allowance of eight (8) hours will be paid for the last working day prior to Christmas Day and last working day prior to New Year's day subject to the conditions set out in paragraphs 7.02 and 7.03.

(d) Each of the holidays will be observed Monday through Friday.

7.02 Employees other than probationary employees not required to work on such recognized holidays shall receive a holiday allowance of eight (8) hours at the rate paid the employee the last working day before the holiday, provided he works his full scheduled working day immediately preceding and his full scheduled working day immediately following such holiday unless absent for any of the following reasons:

- (i) personal illness (proved by a doctor's certificate acceptable to the Company);
- (ii) quarantined by order of a qualified health authority;
- (iii) death in the immediate family;
- (iv) compulsory Court attendance as a witness or on jury duty;
- (v) if absent up to five (5) working days when written leave-of-absence therefore has been granted by the employee's Department Head
- (vi) absent on bona fide Union business up to ten (10) working days.

7.03 In order to qualify for pay for the holidays as above, the employee's scheduled working day herein before referred to must fall within three working days before and within three working days after the said holiday (or within six working days before and within six working days after the said holiday where paragraph 7.02 (i) applies) and must be

## ARTICLE VIII

### REPORTING ALLOWANCE AND CALL-IN PAY

8.01 An employee who is scheduled or notified to report for work and who does report for work on time shall be entitled to a minimum of four hours straight-time pay, unless previously notified by the Company not to report for work, provided that no reporting allowance shall be paid for any period of time worked by an employee within his regularly scheduled shift. Provided further, that if requested by the Company, the employee shall perform a minimum of four hours of such available work as the Company may assign, and further, provided, that the Company's obligation to grant minimum reporting pay as above provided shall not apply where failure to furnish work is due to causes beyond the Company's control.

8.02 An employee who is called and returns to work after he has completed his scheduled shift and has left the premises of the Company, shall be paid, regardless of the amount of time worked not less than four (4) hours straight time pay.

## ARTICLE IX

### SENIORITY

9.01 Seniority means length of continuous service with the Company. It entitles the employee to preference in cases of decrease or increase of the working force.

9.02 An employee shall acquire seniority after completing the probationary period of sixty-five (65) consecutive working days with the Company or after sixty-five (65) intermittent working days within a period of five (5) consecutive months but without necessarily having worked in each of such months and when so acquired, the employee's seniority commences from the date first hired.

9.03 Seniority will be applied separately in the following groups subject to such change in the future as the interests of business may require and as agreed to by the Union:

1. Quality Control
2. Factory Offices

9.04 (a) A new employee's seniority applies in the group to which he is assigned at the end of his probationary period and continues

in that group until the employee is transferred to another group;

(b) An employee who has completed his probationary period may file a grievance claiming he has been improperly classified.

**9.05** The Company will post in suitable locations, a seniority list for each group, showing the name and seniority of each employee. It will revise the list every six (6) months as required. The Local will be provided with copies of the seniority lists.

**9.06** (a) The Company recognizes the importance of seniority as a factor to be considered along with skill, ability and requirements of the job in respect of transfers, demotions, promotions, temporary layoffs and recalls to work thereafter within each separate group and when skill, ability and requirements of the job are relatively equal between employees, then group seniority is recognized as the prevailing factor in the making of a selection;

(b) In the application of paragraph 9.06 (a) the time spent in filling a temporary vacancy shall not result in an employee being given preference over employees who normally perform the job.

**9.07** (a) In the case of layoffs other than temporary or for a temporary shutdown, the following procedure shall apply;

- (i) Probationary employees shall be laid off first;
- (ii) Thereafter, employees shall be laid off on the basis of the employee's chronological time of hiring, provided that the employee has the necessary skill, ability and requirements of the job to perform the required work. However, this paragraph does not apply to the technical employees of the groups which shall be governed by the provisions of paragraphs 9.03 and 9.06;
- (iii) In the application of Section (ii) above, the redundant employee shall exercise their departmental and group seniority and then unit-wide seniority, provided he is able to perform the work. The employees that are displaced by a redundant employee, will follow the regular bumping process.

(b) Employees shall be recalled in the inverse order of

being laid off, provided that the employee has the necessary skill, ability and requirements of the job to perform the required work.

**(c) Annual Plant Shutdowns**

2 weeks in July

2 weeks in December

Statutory Holidays will be included in the 2 week shutdown In December.

Posted by February 1st indicating what departments will be shutdown.

**If after February 1st changes are required that necessitate departments working, volunteers will be sought by Department seniority and then by Plant seniority**

Vacation must be taken under the following formula:

3 weeks vacation - must use 2 weeks within the mandatory shutdown

4 weeks or more - must use 3 weeks within the mandatory shutdown

There will be no plant shutdown in July of 1994.

**9.08** in the case of temporary layoffs of not longer than five (5) working days, seniority shall be applied by group seniority, subject to the provisions of paragraph 9.06. However, if a temporary layoff occurs due to an emergency, breakdown or a condition beyond the control of the Company, seniority will not apply on any basis for a period of within

**9.09 (a)** The term "vacancy" for the purposes of this Article shall be defined as an opening in the group seniority list where the number of persons required by the Company exceeds the number employed therein, due to an employee's transfer, death, retirement, termination of employment or an opening of a new group, and the duration of which is expected to exceed 65 working days. The vacancy will be posted for three working days throughout the factory. Applications for transfer to a posted vacancy may be made in writing by employees throughout the factory who have more than two years' seniority.

(b) In making a transfer, seniority will govern where skill, merit and ability are comparatively equal, it being understood that the Company will not be obligated to select an applicant if the applicant is not able to meet the normal requirements of the job. Nothing herein contained will prevent the Company from filling such vacancy with a candidate from outside the bargaining unit if none of the applicants from within the unit possess the necessary skill, merit and ability.

(c) The job vacated by an employee transferred under these provisions will be posted but any subsequent vacancy resulting therein, will not be subject to posting.

(d) An employee who fails to fill the requirements of a posted vacancy, at the option of the Company, will be transferred back to the group he worked in immediately preceding the transfer if he would have continued to work in that group except for his selection to the posted vacancy, or to some other group. Such employee may not apply for the same posted vacancy for a period of twelve months.

(a) In the case of arbitration, not more than one employee may claim an improper selection for the same posted vacancy.

9.10 (a) An employee who is transferred from one group to another group as a result of his own request, acquires no group seniority in that new group for a period of six months except over employees brought into the group after the date of his transfer, but if retained in that group after a period of six months, the employee's total seniority shall be transferred to the new group.

(b) Where the transfer of a person in the employ of the Company from outside the bargaining unit into the bargaining unit is mutually agreed upon between the Company and Union, such person (employee) acquires no seniority within the bargaining unit for a period of one year except over employees brought into the bargaining unit after the date of his/her transfer, but if retained in the bargaining unit after a period of one year, the employee's bargaining unit seniority will be based upon his/her total service with the Company.

(c) In the application of (b) above, an employee who fails to fill the requirements of the position within one year from transfer



into the bargaining unit, at the option of the Company, will be transferred back to the group he/she worked in immediately preceding the transfer if he/she would have otherwise continued to work in that group except for his/her transfer, or to some other group within his/her original bargaining unit for placement, if any, on the basis of skill, ability and seniority.

(d) In the application of (b) above, for the purpose of lay offs within the period of one year following the employee's transfer into the bargaining unit from outside the bargaining unit, at the option of the Company, will be transferred back to the group he/she worked in immediately preceding the transfer if he/she would have otherwise continued to work in that group except for his/her transfer, or to some other group within his/her original bargaining unit for placement, if any, on the basis of skill, ability and seniority.

(e) The Company and the Union agree, where practicable, the Company will try and place employees absent on sick leave or on compensation, on jobs which they are capable of performing. If necessary, in the assignment of this work, the employees must agree to waive their seniority rights. This procedure will be implemented on a trial basis for the term of the agreement.

9.11 (a) An employee who is transferred from one group to another group by the Company acquires no seniority in the new group for a period of three months, except over employees brought into the group after the date of his transfer but if retained in that group after a period of three months, his group seniority, based upon his total service with the Company, applies in such new group. However, an employee, who is transferred by the Company to a new group as a result of a reduction in the number of employees in his former group due to a technological change, shall acquire seniority in the new group as of date of transfer.

(b) In the application of the above, an employee who is rendered redundant or displaced from his job as a result of technological change shall exercise their departmental and group seniority and then unit-wide seniority, provided he is able to perform the work. The employees that are displaced by a redundant employee will follow the regular bumping procedure.

(c) Notwithstanding the above displacement procedures, the Employer and the Union, at any time, can formulate special measures to modify the above displacement procedures to take into

account the desire of the parties to minimize the impact of displacement or to deal with particular operational considerations.

**9.12** When an employee, after being transferred is laid off, such layoff shall *not* interfere with the accumulation of seniority in the new group. When recalled, such an employee will have preference over employees with less group seniority to come back into the group he was working at the time of the layoff. When recalled, the accumulation of seniority will continue until one year after the date of the first transfer, or three months, whichever is applicable.

**9.13** An employee transferred to any position within the Company excluded from the bargaining unit covered by this Agreement and subsequently transferred back to a position in the bargaining unit within a period of one year, shall retain his full seniority within the bargaining unit and shall be considered to have been continuously employed therein. Any other employee transferred from a position within the Company outside the bargaining unit to a position covered by this Agreement, shall acquire seniority in the bargaining unit as of the date of his transfer.

**9.14** In the event of a temporary shutdown of one or more groups, group seniority will apply to the employees involved with respect to layoffs of two weeks duration or less, provided that this may only be applied once per calendar year to the same employees. If any of the paid holidays under paragraph 7.01 occur during such a shutdown, employees who are laid off under this provision shall receive holiday allowance in accordance with paragraph 7.02, provided they work the full scheduled working day within three working days immediately preceding and within three working days immediately following the shutdown period. Employees who continue to work during a shutdown shall qualify for holiday allowance in accordance with paragraphs 7.02.

**9.15** Leave of absence, if granted in writing by the Company will not affect an employee's seniority rating. An employee may, under special circumstances, receive a maximum of three weeks leave of absence through his Department Head.

**9.16** An employee loses seniority when the employee:

- (a) quits or resigns;
- (b) is discharged for cause;
- (c) In case of an employee with less than two years seniority, is laid off for lack of work for a continuous period in

excess of the length of his seniority With the Company. In case of employees with seniority of two years or more is laid off for lack of work, for a continuous period in excess of two years:

- (d) fails to report for work when called without a valid reason: or
- (e) fails to report for work within seventy-two (72) hours after being sent a written notice by registered mail addressed to the employee's last address known to the Company, advising that all seniority rights shall terminate if the employee fails to report within seventy-two (72) hours of such notice, unless the employee obtains a written extension of the time within which to report within seventy-two (72) hours of such notice.

**9.17 (a)** A pregnant employee may apply for and take a leave of absence at the end of five months of pregnancy and shall be entitled to be re-employed with full seniority rights provided she reports for work within two months after the birth, unless she produces a medical certificate satisfactory to the Company showing that she is unable to do so.

(b) In the case of adoption of a pro-schoolchild, the mother or father may apply for leave of absence of three (3) months effective the date of receipt of the child and shall be entitled to be re-employed with full seniority rights at the termination of such leave.

**9.18 (a)** The local union president, chief steward and chairperson shall have the privilege of working on the day shift.

(b) The first vice-president, assistant chief steward and person replacing the chairperson shall have the privilege of working on the day shift if the president, chief steward, or chairperson is respectively absent for extended periods of time such as vacations, conventions, etc.

(c) The Chief Steward or his/her replacement will be paid at a rate of pay determined by his/her classification or years of service.

**9.19** An employee who presents a medical certificate showing that he has been ill or displaced by accident shall maintain his seniority rights during the period of such illness.

**9.20** The Company will endeavor to place an employee having long and faithful service who has become unable to handle his job in another job which he is competent to perform.

## **ARTICLE X**

### **VACATIONS**

**10.01** Each regular employee shall be entitled to a vacation, its length to be determined as follows:

- (a)** If employed less than ten (10) months during the previous fiscal year, one (1) day of vacation during the second fiscal year for each full calendar month of service in the previous fiscal year;
- (b)** If employed ten (10) months or more but less than one full fiscal year during the previous fiscal year, two (2) weeks of vacation in the second fiscal year;
- (c)** During the fiscal year in which the employee celebrates his second (2nd) and each subsequent anniversary date of service, each regular employee shall receive two (2) weeks of vacation with pay;
- (d)** During the fiscal year in which the employee celebrates his fifth (5th) and each subsequent anniversary date of service, each regular employee shall receive three (3) weeks of vacation with pay;
- (e)** During the fiscal year in which the employee celebrates his tenth (10th) and each subsequent anniversary date of service, each regular employee shall receive four (4) weeks of vacation with pay;
- (f)** During the fiscal year in which the employee celebrates his eighteenth (18th) and each subsequent anniversary date of service, each regular employee shall receive five (5) weeks of vacation with pay;
- (g)** During the fiscal year in which the employee celebrates his twenty-fifth (25th) and each subsequent anniversary date of service, each regular employee shall receive six (6) weeks of Vacation with pay;

10.02 Five (5) working days shall constitute one week.

10.03 Vacation with pay shall be calculated as follows:

- (a) Employees entitled to two weeks or less vacation - 4 percent of earnings for the preceding fiscal year;
- (b) Employees entitled to three weeks vacation. 6 percent of earnings for the preceding fiscal year;
- (c) **Employees entitled to four weeks vacation - 8 percent of earnings for the preceding fiscal year;**
- (d) Employees entitled to five weeks vacation - 10 percent of earnings for the preceding fiscal year;
- (e) Employees entitled to six weeks vacation. 12 percent of earnings for the preceding fiscal year;
- (f) Vacation pay shall be calculated as follows:

- 1. If the employee has worked 500 or more hours during the preceding fiscal year, 2 percent of earnings for **such preceding fiscal year** for each week of vacation **entitlement**, or the equivalent of the **employee's** regular hourly wage rate for the 40-hour week, **whichever is greater;**
- 2. If the employee has worked less than 500 hours during the preceding fiscal year, 2 percent of the employee's earnings for **such preceding fiscal year** for each week of vacation **entitlement;**
- 3. In calculating the time worked, absence while receiving Workers' Compensation, weekly indemnity or casual union business, paid holidays and vacations will be credited as time worked on **the basis of eight (8) hours** for each day the employee would **otherwise** have regularly worked, provided that the employee has worked during such preceding fiscal year.

10.04 (a) When a paid holiday occurs while an employee is on vacation, he will be paid holiday pay in addition to regular vacation pay.

- (b) (i) Employees will have the option of taking an additional day off on either the Friday preceding or the Monday following their vacation if a paid holiday occurs during their regular vacation period. The employees must notify supervision prior to the commencement of their vacation.
- (ii) Employees whose vacation monies are considerably reduced because of absence the preceding year, may elect to take a reduced vacation time during the current year equivalent to the amount of their vacation monies. The amount of vacation time to be taken is to be reviewed by the Human Resources Department, subject to legal requirements.

**10.05** Employees entitled to a vacation will take it when convenient to the Company. Exceptions to this policy will only be granted under special circumstances and must be approved by the Vice-President concerned.

**10.06** When practicable, vacations will be scheduled as requested by the employees in the employee seniority order except that efficient operation of the Company shall be the first consideration and the Company shall have the right to assign vacations on that basis.

**10.07** An eligible employee upon being laid off indefinitely without having received the paid vacation provided under this Article, will receive vacation pay accumulated to the employee's credit at the end of the previous fiscal year, unless the employee notifies the Company in writing at the time of layoff that he prefers to postpone such paid vacation until later in the fiscal year in which he is laid off. Vacation pay will be made by cheque.

**10.08** Upon termination of employment, an employee will receive vacation pay accumulated to his credit.

## ARTICLE XI

### MANAGEMENT FUNCTIONS

11.01 The Union acknowledges that it is the exclusive function of the Company to:

- (i) Maintain order, discipline and efficiency;
- (ii) Hire, classify, direct and lay-off;
- (iii) Discharge, transfer, promote, demote, suspend or otherwise discipline employees subject to the right of the employee concerned to lodge a grievance as herein provided;
- (iv) Make and alter from time to time rules and regulations to be observed by the employees provided they are not inconsistent with the provisions of this Agreement;
- (v) Generally to manage the industrial enterprise in which the Company is engaged and without restricting the generality of the foregoing, the right to plan operations, to determine services to be performed and the methods, procedures and equipment in connection therewith, the engineering and designing of its products, the control of materials and parts to be incorporated in the products produced, and the extension, limitations, curtailment or cessation of operations.

11.02 It is understood that the causes for suspension may summarily suspend employees (provided that the suspension will not preclude the Company from discharging the employee) include the following:

- (i) intoxication;
- (ii) Disorderly conduct;
- (iii) Insubordination;
- (iv) Unauthorized absenteeism;

- (v) Neglect of duty:
- [vi) Carelessness endangering the Safety of others:
- (vii) Theft or destruction of Company property.

11.03 The termination of any employee **without** seniority may be for any reason as determined by the **Company**.

11.04 The Company agrees that these functions will be exercised in a manner *consistent with the provisions* of this Agreement.

11.05 (a) *No employee shall be discharged or disciplined except for just cause. The Union agrees that it will uphold the rules and regulations of the Company in regard to punctual and steady attendance proper notification in case of absence and conduct on the job.*

(b) The Company agrees that *where meetings are held with employees concerning their work or conduct, which implements any form of official reprimand, discipline or discharge, a Shop Steward or Union Representative shall leave the meeting if requested to do so by the employee.*

## **ARTICLE XII**

### **NO-STRIKE PROVISION**

12.01 *The Union agrees to accept and abide by all the terms and conditions of this Agreement and during its term will not permit its members to engage in any walk-out, sit-down, slow-down or other interference with or interruption of work and that it will not call, countenance or otherwise encourage any walk-out or strike. Any employee violating this provision shall be subject to disciplinary action as determined by the Company. The Company agrees to accept and abide by all the terms and conditions of this Agreement and during its term will not lock out the employees.*

## **ARTICLE XIII**

### **GRIEVANCE PROCEDURE**

13.01 The Union will appoint, from among employees who have completed their probationary period, and the Company will recognize 5 Stewards and a Committee comprised not more than three



(3), one of whom shall be the Chairman of the Committee.

13.02 (a) Each Steward or Committeeman shall be permitted to function as such only as provided herein. It is understood that the Stewards and Committeemen have their regular work to perform on behalf of the Company and will spend only such time during working hours as is necessary to service grievances as provided under the grievance procedure. If it is necessary to service a grievance as authorized by this Agreement, they will not leave their regular work without first obtaining the permission of their Department Head. It is also understood that a Steward shall not enter another Department without first obtaining the permission of the Department Head of such Department and notifying him as to the nature of the grievance and the personnel involved. The Steward upon leaving a Department after servicing a grievance, will notify the Department Head thereof, and upon resuming his regular work, after servicing a grievance in his own or another Department will report to his own Department Head. Whenever, in the opinion of the Department Head concerned, more than a reasonable period of time has been taken by a Steward in servicing a grievance, the Steward's Department Head may decline to approve payment to such Steward for such excess time.

(b) All grievances shall be dealt with during working hours where possible without loss of time or pay to the parties involved.

13.03 When an employee is being disciplined for any reason, he may elect, at his discretion to have a Union representative present during any interview.

13.04 The Local Shall notify the Company in writing from time to time of the names of the Committeemen and Stewards.

13.05 The Company will supply the Chairman of the Committee with a list of the Department Heads and Assistant Department Heads excluded from the provisions of this Agreement as aforesaid and will notify the chairman of any changes thereto.

13.06 It is understood that an employee has no grievance until he has given his Department Head an opportunity to adjust his complaint which shall be presented by the employee, who shall be accompanied by the Group Steward, to his Department Head within three full working days after the circumstances giving rise to the complaint have originated or occurred. If an employee has an

unsettled complaint. it may be taken up as a grievance within three full working days after receiving the Department Heads decision in the following manner and sequence;

**Step No. 1:**

Between the employee, who may be accompanied by the Group Steward, and his Department Head. The grievance shall be presented in writing and the decision of the Department Head shall be given in writing within two full working days following presentation of the grievance;

Failing settlement, then:

**Step No. 2:**

The matter may be presented in writing within two working days to the Human Resources Department and the Human Resources Department's written decision given within not more than three working days following receipt of the written grievance at this step;

Failing settlement, then:

**Step No. 3:**

Within five full working days following the decision under Step 2, the grievance shall be submitted as part of the agenda for a meeting between the Company's representatives and members of the Union Committee, not exceeding five in number. An International Representative of the Union may be present at such meeting. The decision of the Company's representative shall be given in writing within five full working days of the said meeting.

13.07 Failing settlement of any difference between the parties under Step No. 3 of the Grievance Procedure arising from the interpretation, application, administration or alleged breach of this Agreement, including any question as to whether a matter is arbitrable, such difference or question may be taken to arbitration as provided in Article XIV. If no written request for arbitration is received within ten working days after the final decision under the Grievance Procedure is given, it shall be deemed to have been settled or abandoned

13.08 Any difference arising directly between the Company and the Union may be submitted by either party at Step No. 3 of the Grievance Procedure and time limits provided thereby shall appropriately apply to both parties.

**13.09** The aggrieved employee may be present during each step of the Grievance Procedure and at Arbitration.

**13.10** When a group of employees has a complaint or grievance it shall first be **taken up Under Step No. 2** and they may be represented by the appropriate Steward and not more than two employees.

**13.11** Any adjustment arising under a settlement **through the Grievance Procedure or under a decision of an Arbitration Board** Shall not be made retroactive prior to the date the matter is first presented under the Grievance Procedure, except as to improper classification or bookkeeping error involving an employee's earnings.

**13.12** All decisions arrived at, between representatives of the Company and the representatives of the Union, at any step of the written Grievance Procedure shall be final and binding on the Company, the Union and the employee or employees concerned. The Company shall submit a **written** reply to each written grievance.

**13.13** Failure of the Union or employees to comply with the time limits in Steps 1, 2 and 3 above, shall be considered as acceptance of the last answer given, thus disposing of the grievance. Failure of the Company to comply with the time limits provided in Steps 1, 2 and 3 above shall be considered a refusal of the request involved in the grievance and immediate appeal to the next step in the procedure may be taken. When either party desires additional time within which to properly process a grievance, additional time with reasonable limits shall be granted by the other party upon written request.

**13.14** At any step in this grievance procedure, the Executive Board of the Local Union shall have the final authority in respect to any aggrieved employee covered by this Agreement, to decline to process a grievance, complaint, difficulty or dispute further if, in the judgement of the Executive Board, such grievance or dispute lacks merit or lacks justification under the terms of this Agreement, or has been adjusted or justified under the terms of this Agreement to the satisfaction of the Executive Board. Once the aggrieved employee has been notified either by their Steward or the Union Business Representative that their grievance is being dropped because of lack of merit, the aggrieved employee has fifteen calendar days to appeal that decision by sending a letter to the Union President requesting to appear before the Union Executive Board

**13.15** Notwithstanding anything contained in ~~this~~ Agreement, the provisions of this Article and the provisions of Article XIV of this Agreement do not apply to probationary employees, nor shall the provisions of this Article or the provisions of Article XIV of this Agreement be available to the Union on behalf of any probationary employee.

## **ARTICLE XIV**

### **ARBITRATION**

**14.01** When either party requests that any matter be submitted to arbitration as herein before provided, it shall make such request in writing addressed to the other party to this Agreement, and at the same time nominate an arbitrator. Within five days thereafter the other party shall nominate an arbitrator; provided, however, that if such party fails to nominate an arbitrator as herein required the Minister of Labour for the Province of Ontario shall have power to effect such an appointment upon the application thereto by the party invoking arbitration procedure. The two arbitrators shall, within five days of the appointment of the latter of them, attempt to select by agreement a Chairman of the Arbitration Board. If they are unable to agree upon such a Chairman within such a period of five days, they shall then request the Labour Arbitration Commission to assist them in selecting an impartial Chairman, provided that the Chairman shall be selected from other than the Civil Service and shall be chosen having regard to his impartiality, his qualifications in interpreting collective bargaining agreements and his familiarity with industrial relations.

**14.02** No person may be appointed as an arbitrator who has been involved in an attempt to negotiate or settle the grievance.

**14.03** No matter may be submitted to arbitration which has not been properly carried through all previous Steps of the Grievance Procedure.

**14.04** The Arbitration Board shall not be authorized to make any decision inconsistent with the provisions of this Agreement, nor to alter, modify or amend any part of this Agreement.

**14.05** The proceedings of the Arbitration Board will be expedited by the parties hereto, and the decision of the majority, or failing that, the Chairman of such Board, will be final and binding upon the parties hereto and the employee or employees concerned.

14.06 Each of the parties hereto will bear the expense of the arbitrator representing it, and the parties will jointly bear the expense of the Chairman of the Arbitration Board.

## **ARTICLE XV**

### **LEAVE OF ABSENCE FOR UNION REPRESENTATIVES**

15.01 (a) A leave of absence with seniority maintained will be granted for a period of two years to two employees (only one per Department) at any time accepting a full-time position with the Union subject to renewal upon mutual agreement of the Company and Union.

For the interpretation of this clause for leave of absence for Union representatives means that time spent on leave of absence is accumulated for seniority purposes only, but not for fringe benefits (e.g. pension service, etc., unless specifically agreed upon).

(b) Reasonable time off with seniority maintained shall be granted to Union representatives to attend bona fide Union business, provided competent replacements are available for those employees desiring to be away from work. Every consideration will be given a Union officer to make it possible for him to attend Union meetings.

## **ARTICLE XVI**

### **SICK AND WELFARE PLAN**

16.01 The Company agrees to assume the cost of the following Sick and Welfare Plans with respect to each employee while in the active employment of the Company and who is eligible for benefits thereunder:

- (a) Ontario Health Insurance Plan:
- (b) (i) A Weekly Indemnity Plan providing for a maximum coverage of fifty-two weeks at a weekly indemnity allowance equivalent to the sixty-six and two-thirds (66-2/3) percent Unemployment Insurance Commission Plan for quality thereunder.
- (ii) For employees with less than one year's service with the Company, benefits provided will be the length of Company Service:

- (iii) Weekly Indemnity **payments** will continue **only** while employees are **on** the active payroll;
- (c) (i) **A regular employee who loses time through an injury, sickness or disease, where Workers' Compensation benefits are not payable, and on producing a medical certificate, shall be paid his regular wages until he is eligible for his welfare indemnity;**
- (ii) **Where Workers' Compensation benefits on account of injury, this will be in lieu of regular wages by the Company;**
- (d) All regular employees shall be entitled to Weekly Indemnity benefits **immediately** upon re-instatement on the payroll following a layoff;
- (e) Supplementary Hospitalization Plan to be continued;
- (f) **The Thirty-Five (35) Day Excludible Drug Lifetime Prescription Limit shall be reduced from 30 days to 3 months. of dispensing fee on all prescriptions.**
- (g) The present Supplementary Health Care Benefit Plan will remain in effect;
- (h) The Company will provide a Dental Plan: 12 month check-ups
- (i) **The present Long Term Total Disability Plan will remain in effect;**
- (j) **Out-of-Province/Country Emergency Treatment;**
- (k) The Company will provide a basic Vision Care Plan;
- (l) **Physiotherapy treatment covering visits to licensed clinics.**

**16.02** The Plan documents for all sick and welfare benefits provided under the Agreement are an integral part of the Collective Agreement and are hereby incorporated by reference into it. The company **will provide the Union with complete and current documents of all benefit plans.**

## ARTICLE XVII

### UNIFORMS

17.01 Will be issued according to Company/Government regulations.

## ARTICLE XVIII

### BULLETIN BOARDS

18.01 The Company agrees to maintain bulletin boards on which the Union may post notices of the time and place of meetings, recreations, social affairs and elections and names of officers or accredited representatives and such other notices as may be approved by the Company. The Union shall deliver one copy of each such notice to the Human Resources Department one-half hour prior to posting.

## ARTICLE XIX

### REST PERIODS

19.01 Employees shall be entitled to two (2) rest periods of ten (10) minutes each for each eight (8) hour day.

## ARTICLE XX

### SAFETY AND HEALTH

20.01 The Company will ~~make~~ reasonable provisions for the safety and health of the employees in the Plant during their working hours.

20.02 A Union representative will be appointed by the Union to the Company's Safety Committee to attend safety meetings. The Company agrees to notify this Union Safety Representative of any lost time accidents in the bargaining unit.

20.03 The Company will pay fifty (50) dollars per contract year to provide safety shoes to all employees who are required to wear them.

## ARTICLE XXI

### GENERAL

21.01 The Chief Steward will be furnished with a copy of any employee report given to an employee.

**ARTICLE XXII**



**TERMINATION AND RENEWAL**

22.01 This Agreement shall remain in effect until April 30th, 1998 and shall continue in force thereafter from year to year unless either party shall have given sixty (60) days written notice to the other of its desire to terminate the same. In the event of such notice of amendment or termination by either party, each party shall submit to the other party, within fifteen (15) days thereafter its proposed amendments, if any, to this Agreement and the parties agree to meet to commence negotiations with respect to such amendments within not later than a further period of fifteen (15) days.

EXECUTED at LEAMINGTON, Ontario this 27th day of September, 1994.

FOR

H. J. HEINZ COMPANY OF CANADA LTD

Les Dakens \_\_\_\_\_

Jim Whittai \_\_\_\_\_

Barb Denotter \_\_\_\_\_

Frank Findlow \_\_\_\_\_

FOR:

UNITED FOOD AND COMMERCIAL WORKERS -  
A.F.L. C.I.O. C.L.C. LOCAL 459

John Unrau \_\_\_\_\_

Lorraine Cowan \_\_\_\_\_

Dave Masters \_\_\_\_\_

Gene Collard \_\_\_\_\_

Bryan Neath \_\_\_\_\_



**APPENDIX "A"**

**SALARY PROGRESSION SCHEDULE**

**EFFECTIVE MAY 1, 1994**

**QUALITY CONTROL GROUP**

	<u>After 65 Working Days</u>	<u>6 Mos.</u>	<u>9 Mos.</u>	<u>12 Mos.</u>
Grade I	400.00	636.22		
Grade II	407.00	643.28		
Grade III	414.00	650.37		
Grade IV	421.00	657.48		
Grade V	428.00	665.93		
Grade VI	437.00	661.00	678.67	
Grade VII	450.00	665.00	678.00	692.81
Grade VIII	463.00	671.00	685.00	717.30

**APPENDIX "A"**  
**RULES AND REGULATIONS**  
**GOVERNING THE OPERATION OF THE**  
**JOB GRADING AND JOB CLASSIFICATION PROGRAM**

1. All job grades and classifications effective October 3, 1994, have been correctly described and assigned to job grades and wage inequities thereby eliminated. Accordingly, no grievance alleging wage rate inequities will be filed or processed except where a job has substantially changed. Subsequent jobs, whose job descriptions and grading have been approved by the Union as hereinafter provided, will no grievance alleging wage rate inequities will be filed.
2. (a) A "change" in a job as referred to herein is one which materially affects its contents or requirements. Changes in a job description alone are not adequate to warrant regrading of an existing job;
- (b) When a new job is established or an old job is substantially changed, a job description for such new or changed job will be assigned to the appropriate job grade, based on comparison with the other jobs in the respective wage schedule which applies;
- (c) A copy of the job description of the new or changed job will be sent to the Union for approval at the earliest possible date after the job has been created, or the changes to the existing job have been made, together with a notation of the grade;
- (d) Upon commencing an experimental job, changed job, or a new job, an employee will remain at the job classification rate which he regularly received prior to this job, until a job grade rate is assigned to the job. The job will be graded within a three (3) month period where possible;
- (e) If the Union believes that an existing job has changed to an extent sufficient to warrant an adjustment in job grade,

it shall notify the Company in writing of its contention and of the adjustment in job grade it contends to be appropriate. Such notice, insofar as possible, shall be given to the Company within fifteen (15) working days after the job is

- (f) Any job description and grade proposed by the Company shall be considered accepted by the Union if no written complaint is filed by the Union within fifteen (15) working days after such description and submitted to the Union:
- (g) Upon receipt of notice that a difference exists concerning the job description or job grading of a new or substantially changed job, the Company representative will meet with the Union Job Grading Committee to discuss the difference and attempt to make a settlement of these differences. The Company will advise the Union, in writing, of their decision regarding the said Job Description or Job Grade;
- (h) (i) If the company and Union are unable to reach agreement on the job description or job grading of a job classification within a reasonable period of time, the difference will be submitted by either party to an Impartial Arbitrator:
  - (ii) The Arbitrator shall be chosen by agreement of the parties within ten (10) working days following their disagreement failing which the Arbitrator will be appointed by the Minister of Labour of the Province of Ontario upon the written application of either party;
  - (iii) No person may be appointed as the Arbitrator who has been involved in an attempt to negotiate or settle the matters to be decided by the Arbitrator;
  - (iv) The Arbitrator shall not be authorized to make any decision inconsistent with the provisions of these Rules and Regulations, nor to alter, modify or amend any of them;
  - (v) The proceedings of the Arbitrator will be expedited by the parties and the decision of the Arbitrator will

be final and binding on the parties hereto and the employee or employees concerned:

- (vi) The parties will jointly bear the expenses of the Arbitrator.

3. The description and grading of jobs will be in compliance with the following rules;

- (a) The description and grading shall be of the job, not the person performing it;
- (b) Duties not assigned or approved by Management Shall not be considered;
- (c) The grading shall be based upon average requirements to perform the job satisfactorily rather than upon exceptions to the average;
- (d) The grading shall be based upon the performance of a fair day's work, and employees will be expected to maintain such standards;
- (e) The job descriptions are to be sufficiently accurate to reveal those features of the job that determine its classification. At the same time, they are not intended to provide a complete listing of every ..... job. **If new duties, which may be assigned at any time, become a permanent feature of the work, the job shall be reconsidered as provided in Section 2**

4. The factors used to determine Job Classifications are as follows:

- i. Job Knowledge;
- ii. Education and Training;
- iii. Complexity;
- iv. Responsibility for Judgement;
- v. Responsibility for Accuracy;
- vi. Responsibility for Confidential Matters;
- vii. Responsibility for interpersonal Skills;
- viii. Working Conditions;
- ix. Physical Effort.



grading program will be considered "red-circled" and will not be reduced as long as he remains on the same job;

- (b) A "red-circled" employee who moves to another job will receive the grade and wage rate of the new job classification he performs.

## APPENDIX "B"

### Modified Cola Formula

Cost of living formula modified to 1 cent for each 3/10% rise in the CPI for the period May 1st to April 30th, payable only when productivity meets the following targets:

FY95 -	34	dozen #2 tins per man hours
FY96 -	36	dozen #2 tins per man hours
FY97 -	37	dozen #2 tins per man hours
FY98 -	38	dozen #2 tins per man hours

Amount of payout will be folded into wages effective May 1st of each year.

Retroactive COLA will be paid by separate cheque for all hours worked between May 1st to April 30th, to be paid in June of each year.

### Productivity Bonus

In addition to the COLA formula, if productivity exceeds the annual adjusted levels, employees will receive a lump sum payout by separate cheque to be paid in June of each year.

For FY95 the following formula will apply:

34	dozen #2 tins per man hours =	\$0.0	per hour worked
35	dozen #2 tins per man hours =	\$0.10	per hour worked
36	dozen #2 tins per man hours =	\$0.20	per hour worked
37	dozen #2 tins per man hours =	\$0.30	per hour worked
38	dozen #2 tins per man hours =	\$0.40	per hour worked
39	dozen #2 tins per man hours =	\$0.50	per hour worked
40	dozen #2 tins per man hours =	\$0.60	per hour worked

Any additional 1 point improvement will produce an additional \$0.10

At the beginning of each additional fiscal year, the Union/Management Committee will post the annual adjusted levels based on the factory budget.

### **APPENDIX "C"**

#### **EMPLOYMENT AND PRODUCTION CONTINUATION GUARANTEE**

Heinz Canada shall remain a year round operation and expects that regular employment at Leamington shall not decline below the levels specified below, except for reductions resulting from:

- \* capital improvements
- \* ~~process~~ changes
- \* loss of sales
- \* Attrition (death, dismissal, quits, retirements)

For the purpose of this guarantee, the factory employment level is defined as 600, plant and salaried employees minus subsequent attrition resulting from all reasons unrelated to transfer of product.

Employees hired after May 1st, 1994, shall not be considered in determining whether the following guarantee shall go into affect.

The Company agrees that the following product lines will remain in Leamington for the duration of this Collective Agreement.

- |                                     |                      |
|-------------------------------------|----------------------|
| * tomato juice                      | * chili sauce        |
| * bottled and tin                   | * pizza sauce        |
| * wet baby foods                    | * na sauce           |
| * beans                             | * sloppy joe sauce   |
| * pasta                             | * tomato paste (tin) |
| * tomato soup                       | * vinegar            |
| * dry baby cereal                   | * mustard            |
| * barbecue sauce                    | * vol/pac            |
| * proposed - U.S. toddler baby food |                      |

If the permanent level of employment is reduced below the 600 plant and salaried employees minus subsequent attrition resulting from all reasons unrelated to transfer of product with no reasonable expectation of replacement, such employment remains below the level specified above for a continuous six (6) month period

resulting in a breach of this guarantee, the following provisions will go into effect:

- \* employees will from the time of the original breach receive an additional \$0.75 per hour wage increase.
- \* Severance shall be increased to two (2) weeks per year of continuous service for those affected.

## APPENDIX "D"

### PENSION AGREEMENT

**BETWEEN:**

H. J. HEINZ COMPANY OF CANADA LTD  
Leamington, Ontario

(hereinafter called the "Company")

-and-

UNITED FOOD AND COMMERCIAL WORKERS  
Affiliated with A.F.L., C.I.O. and  
the Canadian Labour Congress,  
on behalf of its Local 459

(hereinafter called the "Union")

(a) "Plan" or "Pension Plan" means the "Hourly-rated Employees Pension Plan" set forth in Plan "A1" hereto or such amended or substitute plan as the parties may agree upon pursuant to the provisions of this Agreement, with the following amendments:

## ARTICLE XX

### AMOUNT OF RETIREMENT ALLOWANCE UNDER THE PLAN

The first paragraph of Section 2 is amended to read as follows:

2) For retirements on or after January 1, 1991, the minimum Retirement Allowance payable to a Member shall be equal to \$29.00 per month multiplied by the number of years of his Creditable Service (within the meaning of the Old Plan or this Plan, as applicable).



The Plan will Incorporate the following features:

- a) 1-1/2 per cent of **the** average of the best five years of **the** last ten years.
- b) 50 per cent spouse benefit - surviving spouse of pensioner to receive 50 per cent of the basic pension.
- c) Contribution. 4 per cent of Gross Earnings
- d) Supplement of \$19.00 per month per year of pension service, with a maximum service of 30 years.
- e) COLA on pensioners receiving this pension-75 per cent of consumer price index to a maximum of 6 per cent.
- f) Pensioners will receive either the minimum guarantee or the percentage formula, whichever is greater.

I N T E R WIT  
an s to k subs

the parties hereto have caused their  
to this Agreement by their respective duly  
this 27th of September 1994.

FOR THE COMPANY:

Les Dakens

Jim Whittal

Barb Denotter

3 Elizabeth

FOR THE UNION:

Joyce Martin

E. J.

Tony Dama

lli

N. th

April 30, 1994

Mr. Gene Collard  
President, Local 459  
United Food & Commercial Workers  
261 Erie St. S.  
Leamington, Ontario  
N9H 3C4

Dear Mr. Collard

The following is in confirmation of the terms of the Company's long term total disability insurance plan.

1. A benefit of \$850 per month less a deduction of 4% as the **employee's annual maximum** contribution to the pension fund for as long as the employee is totally disabled but not after the normal retirement at age 65.
2. **The employee's annual maximum pension contribution will increase as the monthly benefit under the plan increases.**
3. The premiums for the employee's continuing life insurance coverage will be paid by the company during the period of long term total disability insurance benefit payments.
4. The employee must submit medical evidence **satisfactory to** the insurance company for acceptance of his claim **and as** required during the period of total disability insurance payments.
5. The long term total disability insurance plan is effective after the completion of 52 weeks of weekly indemnity payments.
6. **The employee may also qualify for Canada Pension Plan disability payments. The total benefit of the long term total disability insurance plan plus the Canada Pension Plan disability payments, etc. cannot exceed the 66 2/3% U.I.C.**
7. **Eligibility** for benefits is one year seniority prior to the claim for weekly indemnity which qualifies the employee to apply for the long term total disability insurance plan.
8. Employees receiving long term total disability insurance benefits will have normal pension benefits accumulated during

the period of long term total disability

9. If the employee ceases to be totally disabled, the **long term total disability** insurance will terminate.
10. If the employee continues to be disabled to the extent he is unable to perform any of the jobs available at the H. J. Heinz Company of Canada Ltd, his long term disability Insurance **will continue** provided he does **not** accept employment elsewhere.
11. The Company agrees to qualify employees, whose compensation payments are discontinued and they are unable to work under the long term total disability plan, with the following provisions.
  - (a) This will be on a trial basis for the term of the Agreement.
  - (b) Any compensation pension received from Workers' Compensation will be deducted from the long term total disability payments.
  - (c) **The employee must agree to perform any work that is available in order to qualify for the long term total disability provisions**

Yours truly,

T. James Whittal  
Department Manager  
Industrial Relations

April 30, 1994

Mr. Gene Collard  
President, Local 459  
United Food & Commercial Workers  
281 Erie St. S.  
Leamington, Ontario  
N8H 3C4

Dear Mr. Collard:

As discussed during negotiations when the day before Christmas and the day before New Year's Day falls on a Saturday or Sunday, the Company will have the option of observing these days on some other day during the Christmas holiday period.

This will be implemented on a trial basis for the term of the agreement.

Yours truly,

T. James Whittall  
Department Manager  
Industrial Relations

April 30, 1994

Mr. Gene Collard  
President, Local 459  
United Food & Commercial Workers  
261 Erie St. S.  
Leamington, Ontario  
N8H 3C4

RE: Training Trust Fund

Continuing the recent Memorandum of Settlement between the Company and the Union as agreed upon, the Company wishes to confirm by letter, the following matter concerning the training trust fund.

1. A fund of \$200,000 per contract year will be spent by the Company for training.
2. The Company will have the option of not spending the committed monies if the government passes legislation requiring the Company to contribute to a government fund.

The Company agrees to renew the July 16, 1992, letter of Understanding. As an alternative, the Union/Management Committee will review the option of setting up a joint education training and trust fund with the condition of securing additional funds from the Federal and/or Provincial governments.

Yours truly,

T. James Whittal  
Department Manager  
Industrial Relations

April 30, 1994

Mr. Gene Collard  
President, Local 459  
United Food & Commercial Workers  
261 Erie St. S.  
Leamington, Ontario  
N8H 3C4

Dear Mr. Collard

RE: \$3.8 Million Cost Saving Items

The Union/Management Committee agrees to meet at the end of each fiscal year to review the cost savings expected of the \$3.8 million item listed. If additional savings (beyond the \$3.8 million) are generated from these items, the Company agrees that the ~~employees~~ will benefit from these savings (in a manner that is determined by a membership vote).

Yours truly,

T. James Whittal  
Department Manager  
Industrial Relations

April 30, 1994

Mr. Gene Collard  
President, Local 459  
United Food & Commercial Workers  
261 Erie St. S.  
Leamington, Ontario  
N8H 3C4

Dear Mr. Collard:

RE: Union/Management Committee

**The parties agree to ensure the betterment of the Leamington Plant (employment levels and year-round operations), a joint Union/Management Committee will be established to review all aspects of the operation.**

Yours truly,

T. James Whittal  
Department Manager  
Industrial Relations