

EFFECTIVE OCT. 1st - 1991 TO SEPT. 30th - 1993

BETWEEN

# Office Specially

Division of Hollanding Inc.

HOLLAND LANDING, ONTARIO PLANT

AND

IWA - CANADA

HOLLAND LANDING, ONTARIO PLANT



Holland Landing, Ontario

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THIS AGREEMENT is made and entered into this 19th Day of December, 1991.

#### **BETWEEN**

#### OFFICE SPECIALTY DIVISION OF HOLLANDING INC.

Hereinafter referred to as "The Company" OF THE FIRST PART

and -

#### IWA - CANADA

Hereinafter referred to as "The Union"

OF THE SECOND PART

WHEREAS the Ontario Labour Relations Board has certified that the employees in the bargaining unit hereinafter set forth are members of the Union;

#### NOW THEREFORE THIS AGREEMENT WITNESSETH THAT: -

#### ARTICLE 1 - PURPOSE

1:01 The general purpose of this Agreement is to establish and maintain collective bargaining relations between the Company, the Union, and the employees, and to provide machinery for the prompt and equitable disposition of grievances and to establish and maintain mutually satisfactory working conditions and wages for all employees who are subject to the provisions of the Agreement.

- ARTICLE 2 UNION RECOGNITION 2:01 The Company recognizes the Union as the sole collective bargaining agency for all its hourly rated employees at its Holland Landing, Ontario, Plant with the following exceptions: Office staff, supervisors and persons above the rank of supervisor, and this agreement shall apply to all employees in such bargaining unit.
- 2:02 In recognizing the union as the sole bargaining agency of the employees, the Company agrees that the Union, through its functioning committees,

shall deal with the Company on all matters covered by this agreement and all amendments for the life of the agreement.

- 2:03 A supervisor shall not normally perform work normally performed by members of the bargaining unit but may do so if:
  - a) Instructing an employee or employees;
  - b) Experimenting (Including proving of tools and methods in start-up of new or revised products);
  - c) In an emergency;
  - d) Provided that the act of performing the aforementioned operations, in itself, does not reduce the hours of work or pay of any employee;

#### ARTICLE 3 - RELATIONSHIP

- 3:01 The parties hereto mutually agree that any employee of the Company covered by this agreement must become a member of the Union.
- 3:02 The Company agrees that no employee shall in any manner be discriminated against or coerced, restrained or influenced on account of membership in any labour organization or by reason of any activity in any labour organization.
- **3:03** The Union agrees it **will** not discriminate against, coerce, restrain **or** influence any employee because **of** membership or activity in any labour organization.
- 3:04 The Union will not engage in **Union** activities during working hours or hold meetings at any time on the premises of the Company without the permission of the Personnel Manager and with reasonable notice.

#### ARTICLE 4 · MANAGEMENT RIGHTS

**4:01** The Union acknowledges that it is the exclusive function of the Company to hire, promote, demote, transfer, reclassify, and suspend employees; and also the right of the Company to discipline or

discharge any employee for just cause, provided that a claim by any employee, who has acquired seniority, that he/she has been discharged, suspended or disciplined without just cause or demoted, transferred or reclassified in violation of this Agreement, may be the subject of a grievance and dealt with as hereinafter provided.

4:02 The Union further recognizes the right of the Company to operate and manage its business in all respects. The location of the plants, the direction of the working forces, the products to be manufactured, the schedules of production, the methods, processes and means of manufacturing used, the right to decide on the number of employess needed by the Company at any time, the right to use improved methods, machinery and equipment, and jurisdiction over all operations, buildings, machinery tools and employees are solely and exclusively the responsibility of the Company.

4:03 The Company also has the right to make and alter, and enforce, from time to time, rules and regulations to be observed by the employees, but before altering any such rules will consult with the Union Negotiating Committee and give them an opportunity of making representations regarding such proposed changes.

## ARTICLE 5 - UNION GRIEVANCE COMMITTEE AND STEWARDS

5:01 The Company will recognize a grievance committee which shall consist of four (4) persons selected by the Union. The Company shall be advised of the names of the members of this committee and shall be notified of any changes from time to time. All members of the grievance committee shall be regular employees of the Company, who have completed the probationary period. The grievance and negotiating committee shall be one and the same.

5:02 The Company will recognize one chief steward and a deputy chief steward from the Com-

pany's Holland Landing Plant. In addition to this, the Company will recognize a shop steward(s) from each department of the Company. All stewards shall be regular employees of the Company, who have completed the probationary period.

5:03 The Company undertakes to instruct all members of its supervisory staff to co-operate with the stewards in the carrying out of the terms and requirements of this agreement.

5:04 The Union undertakes to instruct its officers, stewards, and members to co-operate with the Company and with all persons representing the Company in any supervisory capacity.

5:05 The Company agrees to reimburse, at regular day rates, up to four (4) members of the negotiating committee for time spent in negotiations. Such time to be that which such employees would normally have worked if not involved in the contract negotiations.

#### ARTICLE 6 - GRIEVANCE PROCEDURE

6:01 The parties to this agreement are agreed that it is of the utmost importance to adjust complaints and grievances as quickly as possible. Any question or complaint by an employee must be first discussed with the employee's immediate supervisor and it is understood that an employee has no grievance until the supervisor has had an opportunity to adjust the complaint. The employee may elect to be accompanied by a Union Steward for such a meeting.

6:02 No grievance shall be considered:

- a) Which usurps the function **of** the management **as** set forth in this agreement, or
- b) Where more than five working days have elapsed since the date on which the alleged grievance occurred, or since the date on which the employee should have had knowledge of the circumstances being grieved.

4

c) For notations as provided in 22:01 (d).
 6:03 Grievances shall be adjusted and settled as follows:

Step No. 1 - The aggrieved employee with the assistance of the Departmental Steward, shall present the grievance orally or in writing to the Grievor's Supervisor or where there is no Supervisor, to the Departmental Manager. If a settlement satisfactory to the employee concerned is not reached within one (1) working day (or any other period of time which may be mutually agreed upon), the grievance may be presented as follows, at any time within two (2) working days thereafter.

Step No. 2 - The aggrieved employee with the Departmental Steward may present the grievance in writing to the Personnel Manager who will consider the grievance in the presence of the aggrieved employee, the Departmental Steward, the Chief Steward, the Departmental Supervisor, and the Departmental Manager. Should no settlement satisfactory to the employee concerned be reached within two (2) working days (or such other time as may be mutually agreed upon) the next step in the grievance procedure may be taken at anytime within two (2) working days after receipt of the Personnel Manager's written answer.

Step No. 3 - The aggrieved employee may submit the grievance, in writing to the Union Chairperson or Vice Chairperson. The Union Chairperson, Vice Chairperson and Departmental Steward will meet with Management within eight (8) working days of the submission of the written grievance (or any other time that may be mutually agreed upon) to the Vice President of Manufacturing. They may be accompanied by an National Representative of the Union if they so desire. The employee may attend the meeting in cases of a suspension or a discharge if he/she so desire to present their grievance. After presentation of the grievance the employee will leave.

6:04 If final settlement of the grievance is not completed within five (5) working days after the Step 3 meeting, and if the grievance is one which concerns the interpretation or violation of this agreement, the grievance may be referred by either party to a Board of Arbitration as provided in Article 7 below at any time within twenty (20) working days after completion of Step 3.

6:05 Should a difference arise between the Company and the Union regarding the interpretation or alleged violation of this agreement, it shall be taken up at Step No. 3 of the Grievance Procedure outlined above. If no satisfactory settlement is reached, either party may file a request for arbitration in the manner outlined in Article 7. All suspensions and discharges to be taken up at Step No. 3 of the grievance procedure.

6:06 Where both parties agree on the use of a Settlement Officer the aggrieved employee will be represented by the Chairperson, Vice Chairperson and Departmental Steward who may be accompanied by a National Representative of the Union if they so desire.

ARTICLE 7 - ARBITRATION 7:01 Both parties to this agreement agree that any dispute or grievance concerning the interpretation or alleged violation of this agreement which has been properly carried through all the steps of the grievance procedure outlined in Article 6 above and which has not been settled will be referred to a Board of Arbitration at the request of either of the parties hereto at any time within twenty (20) working days after the completion of Step No. 3 above.

7:02 The Board of Arbitration will be composed of one person appointed by the Company, and one person appointed by the Union, and a third person to act as chairman chosen by the other two members of the Board.

7:03 Within 7 calendar days after the request of either party for a Board, each party shall notify the

other of the name of its appointee.

7:04 Should the person chosen by the Company to act on the Board and the person chosen by the Union fail to agree on a third person within 7 days of the notification mentioned in 7:03 above, the Office of Arbitration of the Province of Ontario will be asked to nominate an approved arbitrator.

7:05 The decisions of a Board of Arbitration constituted in the above manner shall be binding on both parties.

7:06 The Board of Arbitration shall not have any power to alter or change any of the provisions of this agreement or to substitute any new provisions for any existing provisions.

7:07 Each of the parties of this agreement will bear the expenses of the arbitrator appointed by it; and the parties will jointly bear the expenses, if any, of the chairman.

7:08 Nothing in the foregoing shall preclude the right of the parties to mutually agree to refer a grievance to a single arbitrator rather than a Board of Arbitration as stipulated in Article 6:04.

#### ARTICLE 8 - DISCHARGE CASES

8:01 In the event **of** an employee who has attained seniority being discharged from employment and the employee feeling that **an** injustice **has** been done, the cause may be taken up as a grievance.

8:02 All such cases shall be taken up within three working days and disposed of within seven working days of the date the employee is notified of discharge, except where a case is taken to arbitration. A claim by an employee who has attained seniority that he/she has been unjustly discharged from employment shall be treated as a grievance if a written statement of such grievance is lodged with the Personnel Manager within three working days after the employee ceases to work for the Company. All preliminary steps of the grievance procedure prior to Step No. 3 will be omitted in such cases.

8:03 Such special grievance may be settled by confirming the Management's action in dismissing the employee or by reinstating the employee in his/her former position with full compensation for time lost, or by any other arrangement which is just and equitable in the opinion of the conferring parties.

8:04 When an employee has been dismissed without notice, he/she shall have the right to interview his/her steward and/or a member of the Union Grievance Committee for a reasonable period of time before leaving the plant premises. The employee mentioned above shall be escorted out of the plant by his/her steward and personnel manager, or another management person.

#### ARTICLE 9 - NO STRIKES - NO LOCKOUTS

9:01 In view of the orderly procedure established by this agreement for the settling of disputes and the handling of grievances, the Union agrees that, during the lifetime of this agreement, there will be no strike, slowdown or stoppage of work, either complete or partial, and the Company agrees that there will be no lock-out.

9:02 The Company shall have the right to discharge or otherwise discipline employees who take part in or instigate any strike, stoppage or slowdown, but a claim of injust discharge or treatment may be the subject of a grievance and dealt with as provided in Article 6 above.

9:03 Should the Union claim a cessation of work constitutes a lockout, it may take the matter up with the Company as provided in Step No. 3 of Article 6.

9:04 The Union further agrees that it will not involve any employee of the Company, or the Company itself, in any dispute which may arise between any other employer and the employees of such other employer.

9:05 In the event of any such strikes, **slowdown** or stoppage of work, either complete or partial, the Union shall not be held responsible **if** it officially

repudiates such action forthwith upon request by the Company in writing of such repudiation and does not, in any way, instigate or support any such action.

#### ARTICLE 10 - WAGES

10:01 The wage rates of all employees covered by this agreement, which the Company agrees to pay, and the Union agrees to accept are as follows and are hereby made part of this agreement.

EFFECTIVE

Appendix "A" Oct. 1/91 thru to Sept. 30/92 Appendix "B" Oct. 1/92 thru to Sept. 30/93

10:02 An employee commencing employment will receive no less than the starting rate for the classification as set out in the wage schedule in effect. When an employee has been working on a specified job classification for three (3)months, then the rate will automatically increase to the 'normal' rate for the classification as set out in the wage schedule in effect. When an employee has been working on a specified job classification for a period of six (6) months, then the rate will automatically increase to the six (6)month rate for the classification as set out in the wage schedule in effect. In the case of promotion to a higher wage group, the employee will receive the starting rate or his/her old rate whichever is higher.

10:03 Persons working on the Second Shift and persons working on the Third Shift will receive a Shift Premium as outlined in the Wage Schedule, in effect, which is hereby made part of this agreement. The Second and Third Shifts will be deemed as follows:

Monday to Friday inclusive: Second Shift - to be those employees starting at or after 2:30 p.m. and prior to 10:00 p.m.

Third Shift - to be those employees starting at or after 10:00 p.m.

10:04 The distribution of job classification into

wage groups is set out in Appendix "C" hereto, which is hereby made a part of this agreement.

10:05 Certain provisions which have been agreed upon between the parties as to the application of the said job classifications and of the provisions of the wage scales have been set out in Appendix "D" hereto, which is hereby made a part of this agreement.

#### 10:06 TOOL ALLOWANCE

Active employees of the tool room and maintenance departments, who are required to provide their own tools for work performed for Office Specialty, will be re-imbursed by the company up to a maximum of \$250. per twelve month period, to purchase such tools, provided a proper receipt of purchase is presented and authorized by immediate Supervisor. New employees in these departments will be eligible for this allowance after their first six (6) months of service in that department.

### 10:07 CALL IN PAY

Any Employee called into work after leaving the Company premises following the end of his/her scheduled shift and before his/her next scheduled reporting time, shall be paid at overtime rates for a minimum of 4 hours. Call in pay does not apply in situations where **an** employee's hours of work are changed by mutual consent (commonly known as undertime).

10:08 On the second and third shifts there are occasions when only one maintenance person is on duty. To ensure security and cover emergencies during this normal lunch break, it is essential that the maintenance person remain on the premises. To compensate for this requirement, it is agreed that the lunch period be construed as overtime (when the normal hours worked on the shift are eight (8) or more) and be paid at one and a half times the employees normal rate. When 2 or more

maintenance persons are on duty their lunch periods will be staggered and the above payment will not apply.

#### ARTICLE 11 - HOURS OF WORK

11:01 The following paragraphs and sections are intended to define the normal hours of work and shall not be construed as a guarantee of hours of work per day or per week, or of days of work per week.

11:02 The regular work week shall consist of not more than 40 hours per week composed **of** eight (8) hours per day Monday to Friday, inclusive.

In the event that shortage of hydro power makes it expedient to work on other days of the week, or at different hours of the day in lieu of the days and hours specified in this paragraph, the Company shall have the right to put into effect a revised schedule of hours during the period that such emergency continues, but before making any such change, will consult with the Union Grievance Committee and give them an opportunity of making representations regarding such proposed changes.

11:03 All employees shall receive a rest period of ten minutes duration in the forenoon and ten minutes duration in the afternoon.

11:04 The Company agrees that employees reporting for work, unless otherwise notified the previous day, shall be paid for the half shift at the employee's current rate of wages. If no suitable work is available employees shall be paid for the half shift in lieu of work. The Company shall be the sole judge of the suitability of the work, except that the work shall not be more hazardous than the employee's usual work. This clause shall not apply if the employee's failure to receive such notice is due to his/her absence the previous day.

11:05 Should a breakdown in equipment occur before the regular first half of an employee's shift is completed, the employees concerned shall be

allowed to complete the first half of their scheduled shift without loss of basic pay, but may be given other suitable work to occupy them until necessary repairs have been made. Should no other work be available, employees shall be guaranteed pay for the first half shift he/she was working on.

#### 11:06 MEAL ALLOWANCE

Where advance notice of overtime requirement is not given the employee prior to arriving for the shift on which the overtime is to be worked, the employee shall be provided with a meal allowance in the amount of \$4.50 before his/her overtime commences. The amount of overtime worked must be a minimum of two (2)hours. The allowance will increase to \$4.75 effective October 1, 1992.

#### ARTICLE 12 - OVERTIME

12:01 Overtime at the rate of time and one half the employees' regular basic wages shall be paid for all work performed over 40 hours per week, or over eight (8) hours per day Monday to Friday.

12:02 Overtime at the rate of time and one-half of the employee's regular basic wages shall be paid for all work performed on a Saturday, or a day celebrated as a Plant Holiday as governed by Article 21, and double the employee's regular basic wages for all overtime work performed on Sunday. This section shall not apply to those persons regularly scheduled to work on those days.

12:03(a) There shall be no pyramiding of overtime pay under the terms of this agreement, and under no circumstances will more than one basis of calculating overtime pay be used for the same hours.

12:03(b) The Company will attempt to keep overtime to a minimum and as much advance notice as possible will be given an employee. The employee will give notice as to whether he/she has accepted overtime. The Union and the employee will cooperate in a responsible manner with the Company with respect to this requirement. However, it is

understood that all overtime be on a voluntary basis with no disciplinary action taken for refusal to work overtime when requested unless the employee has agreed to work overtime and **does** not complete his/her commitment.

12:04 An employee working overtime prior to a shift (commonly known as "undertime") will be paid the shift premium of the shift the employee works. To be eligible an employee must complete his/her shift excluding the undertime portion.

#### ARTICLE 13 - SAFETY AND HEALTH

13:01 The Company shall continue to make reasonable provisions for the health and safety of its employees during the hours of employment. The Union agrees to assist the Company in maintaining proper observation of all safety and health rules. Protective devices and other equipment deemed necessary to protect employees properly from injury shall be supplied by the Company, but this shall not include personal wearing apparel other than gloves, goggles, non-prescription eye protection, hearing protection, painter's skull caps and respirators where necessary.

13:02 The Company will pay a subsidy up to sixty five dollars (\$65) per pair of safety shoes, providing that this shall only apply once in every period of nine months (Dept. 477 every six months) and that employees shall not be entitled to a subsidy during their probationary period, or while on layoff. The subsidy will increase to seventy dollars (\$70) effective October 1, 1992.

13:03 There shall be a Plant Safety Committee consisting of representatives of the Union and representatives of management. It shall be the duty of this Committee to meet monthly and devise ways and means of eliminating hazards and to formulate policies which shall make for the safe operation of the plant. The Company and the Union are to notify each other of the names of the representatives to act

on this Committee. The Company will make provisions for the safety and health of employees during the hours of their employment, according to standards set by government regulations.

13:04 The Company will appoint up to ten (10) employees to be First Aid Attendants whose base rate will be increased by 40 cents per hour provided such employees qualify under the St. John's Standards and agrees to carry out the duties of a First Aid Attendant.

13:05 Coveralls, smocks, or denim aprons, will be available for workers in the following departments: Maintenance, Tool Room, Paint, Rework and Touchup in department 479.

#### 13:06 SAFETY GLASSES

- a) The Company will pay 75% of the cost of Prescription industrial SAFETY standard Glasses (Lenses and Frames) including tinted lenses if prescribed by Physician, once in any twelve (12) month period.
- b) For employees not requiring prescription lenses the Company will provide without charge, up to three (3) pairs of non-prescription Safety Glasses, in any twelve month (12) period. If the lenses become scratched or the frames damaged, they will be repaired or replaced, free of charge provided employee presents damaged glasses. Glasses supplied other than through the above provision will be charged to the Employee at Company cost.

#### ARTICLE 14 - SENIORITY

14:01(a) Any employee who completes forty-five (45) days of actual work during one period of employment will be considered as having completed his/her probationary period and his/her name will be added to the Departmental Seniority List in the order of his/her seniority and will date back to the first day of his/her most recent hire. Employees who complete their probationary employment including

any extension thereof, will qualify for the following benefits provided, however that they qualify under all other provisions of the contract.

- (i) Payment for any holidays described in 21:01 which **fell** within the period of their probation.
- (ii) Bereavement pay as in 20:04.
- (iii) Safety equipment as in 13:02 and 13:06(a).
- (iv) Tool allowance as in 10:06.
- (b) In the event that a probationary employee is terminated due to lack of work, it is agreed that if this employee is rehired within 45 working days of such termination, then the probationary time served in that immediate previous employment, with Office Specialty, will apply towards the total 45 working days required to achieve seniority.
- 14:02 Seniority status, once acquired, will be lost and employment terminated for any one (1) of the following reasons:
  - a) If an employee voluntarily quits his/her employment or is discharged and such discharge is not reversed through the grievance procedure.
  - b) If the employee is laid off for a period equal to the seniority he/she has accumulated at the time of layoff, or for a period of eighteen (18) consecutive months, whichever period is the shorter.
  - c) If the employee is absent from work for three (3) working days without notifying the Company and without reasonable cause.
  - d) If the employee fails to report for work within five (5) working days after the mailing date of a registered letter, or the date of a telegram of a notice to report for work to the employee's last address in the

Personnel Office records, or failed to report for work on any later date agreed to by the Company Personnel Office.

- e) If the employee fails to report to work at the termination of a leave of absence, vacation, holiday or disciplinary layoff unless the employee can give satisfactory explanation acceptable to the Company for such failure to report.
- f) If the employee retires in accordance with the provisions of the Pension and Retirement Plan.
- 14:03 An employee shall accumulate seniority under any of the following conditions:
  - While he/she is at work for the Company, after he/she has completed his/her probationary period.
  - During a period of eighteen months maximum when he/she is prevented from performing his/her work for the Company by reason of injury or illness arising out of and in the course of his/her employment for the Company and for which he/she is receiving compensation under the provisions of the Worker's Compensation Act. The employee will cease to accumulate seniority after 18 months of absence. He/she will then retain his/her accumulated seniority for an additional 18 months or until declared by medical opinion, to be incapable of performing any job in the bargaining unit, whichever is less.
  - During the first three calendar months of any absence due to non-occupational illness or accident, or an approved leave of absence,

14:04 A seniority list shall be prepared by the

Company and a copy shall be posted on the bulletin boards. The list shall be revised whenever requested by the Union Committee not more frequently than once every three months. Seniority as referred to in this agreement shall be on a departmental basis.

14:05 An employee who is permanently transferred from one department to another shall retain his/her departmental seniority in each department in which he/she has worked and shall not lose his/her seniority except as provided in section 14:02.

14:06(a) In the event that an employee covered by this agreement should be promoted to a supervisory or confidential position beyond the scope of this agreement, he/she shall retain the seniority previously acquired. This shall not prevent an employee from returning to the bargaining unit if he or she is in the salaried position.

(b) Any employees who were promoted outside of the unit before October 1, 1987, will accumulate seniority for the entire period under the contract in effect at the time of the promotion and shall have full seniority if returned to the unit.

14:07 Where an employee has attained the age of sixty-five years, the Company shall have the right at its option, to lay him/her off, or to retire him/her without regard to the seniority provisions of this agreement.

#### ARTICLE 15 - LAYOFF AND RECALL

15:01 In the event of a layoff, employees will be reduced in an inverse order of the Seniority List on which their names appear, provided there are more senior employees who can satisfactorily perform the work from which the junior employees are removed.

15:02 In the event of a lay-off due to lack of work the Company agrees to give every employee who is to be laid off one clear working day's notice of such proposed lay-off. This clause shall not apply if the employee's failure to receive such notice is due

to his/her absence from work on the day on which he/she would have otherwise received such notice.

15:03 No probationary employees will be allowed to work while there is a layoff in effect, except if those on layoff are unwilling to perform the work in question or if in the opinion of management, they are incapable of performing the work.

15:04 In the event of recalling employees from layoff the recall will be based on the order of seniority provided the senior employee can satisfactorily perform the work for which he/she is being recalled.

15:05 Any employee's reinstatement after sick leave will be conditional on his/her supplying, when requested a certificate from a physician that he/she is fully recovered from the illness or injury which caused his/her absence.

#### **ARTICLE 16 - TEMPORARY TRANSFERS**

16:01(a) Any employee who has been classified on a specified job classification, and who, for the convenience of the Company, is temporarily transferred to another job classification in which the rate of pay is different to that in effect in such employee's regular job classification, shall be paid while so employed as follows:

- If the rate of pay in the job classification to which he/she is transferred is less than the employee's regular pay, he/she shall receive his/her own higher rate of pay except when an employee is transferred from a non-incentive job classification to an incentive job classification. In this situation he/she shall receive the normal rate for the classification to which he/she is temporarily transferred as long as the incentive earnings equals or exceeds the non incentive rate.
- ii) If the rate of pay for the job classification to which he/she is transferred is higher than the rate of pay for the employee's regular job classification, he/she shall receive the

normal job rate for the job classification to which he/she is temporarily transferred.

- (b) An employee who, for the convenience and benefit  $\sigma$  the employee is temporarily transferred to another job classification instead of being laid off due to lack of work, breakdown of machinery or other like cause, shall be paid while so employed as follows:
  - i) If the rate of pay in the job classification to which he/she is transferred is less than employee's regular pay, he/she shall receive the lower rate paid in the job classification to which he/she is transferred.
  - If the rate of pay in the job classification to which he/she is transferred is higher than the employee's regular pay he/she shall receive such higher rate provided he/she displays efficiency, skill and ability equal to that of the employees in the job classification to which he/she is transferred; and until such time as he/she displays such efficiency, skill or ability, he/she shall continue to receive his/her own regular rate.

### 16:02 DURATION OF TRANSFERS

#### A. BETWEEN DEPARTMENTS.

Temporary transfers, not exceeding 10 working days will not be posted, but the union will be advised in writing in advance if possible.

By mutual consent between union and management job postings can be waived for temporary jobs exceeding 10 working days.

#### B. WITHIN DEPARTMENTS.

When an employee has been transferred to another classification and the position is to become permanent Article 16 shall apply after 30 days.

By mutual consent between Union and Management job postings can be waived for temporary jobs exceeding 30 working days.

#### ARTICLE 17 - JOB POSTING

17:01 In the event new jobs are created or vacancies in permanent jobs occur, such new jobs or

vacancies shall be posted on the plant bulletin board for three (3) working days. Candidates for the job will make application, in writing, to the Personnel Officer whose name appears on the job posting. (Retaining a copy for themselves). This will not apply to positions of a supervisory nature.

- 17:02(a) All applicants for the job will be interviewed by the Company. Selection will be made on seniority, skill, ability and physical fitness. If no suitable applications are received, the Company reserves the right to hire.
- (b) If there are no applicants or if the successful applicant vacates the new job within a period of twenty (20) working days since commencing the job, it will not be necessary to repost the job. To fill the vacancy, to the extent that there were other applicants for the original posting, not already interviewed, the Company will be governed by the terms of Article 17:02(a).
- (c) The successful applicant under 17:02(a) will be subject to a trial period of up to thirty (30)working days during which time the Company will determine whether the employee can satisfactorilyperform the job.
  - (i) In the event the Company determines that the employee is unable to satisfactorily perform the job, he/she will be returned to his/her former position, seniority permitting. The Union will be advised why the employee was removed.
  - (ii) In the event the employee is unable to perform the new job for adequate reasons, he/she shall be returned to his/her former position, seniority permitting.
- 17:03 It is agreed that successful applicants of the job posting procedure will not be permitted to reapply for other postings for a period of three (3) months, or more often than two (2) times during a twelve (12) month period unless he/she is trans-

ferred by mutual consent, except that in the case of a new classification, all employees shall be eligible to apply.

17:04 Only two (2) subsequent vacancies created by filling an initial posted job will be posted, thereafter the open jobs will be filled by the Company.

17:05 The name(s) of the successful applicant(s) shall be posted on the plant bulletin board within ten (10) working days of the date the job was posted.

17:06 In the event an employee's job is discontinued, the employee shall be permitted to return to the job classification, but not necessarily the exact job, on which he/she last had worked at least thirty (30) days prior to starting work on such discontinued job.

### ARTICLE 18 - VACATIONS WITH PAY

18:01 All employees who have been steadily employed by the Company for a period of one year prior to June 1, shall be entitled to two weeks vacation with pay at a time convenient to the Company and shall receive as vacation pay an amount equivalent to four percent (4%) of such employee's earnings during the twelve months immediately preceding June 1 of such year.

18:02 All employees who have been steadily employed by the Company for a period of five (5) years or more prior to June 1, or any year thereafter shall be entitled to three week's vacation with pay and shall receive as vacation pay an amount equivalent to seven percent (7%) of such employee's earnings during the twelve months immediately preceding June 1 of such year. The time of vacation shall be determined by the Company after giving full consideration of preference expressed by, and seniority of the employee concerned and the requirements of the business.

18:03 All employees who have been steadily employed by the Company for a period of twelve

(12) years or more prior to June 1, or any year thereafter shall be entitled to four week's vacation with pay and shall receive as vacation pay an amount equivalent to nine percent (9%) of such employee's earnings during the twelve months immediately preceding June 1 of such year. The time of vacation shall be determined by the Company after giving full consideration to the preferences expressed by, and seniority of the employee concerned and the requirements of the business.

18:04 All employees who have been steadily employed by the Company for a period of twenty (20) years or more prior to June 1, or any year thereafter shall be entitled to five weeks vacation with pay and shall receive as vacation pay an amount equivalent to eleven percent (11%) of such employee's earnings during the twelve months immediately preceding June 1 of such year. The time of vacation shall be determined by the Company after giving full consideration of the preference expressed by, and seniority of, the employee concerned and the requirements of the business.

18:05 All employees who have been steadily employed by the Company for a period of Thirty (30) years or more prior to June 1, or any year thereafter, shall be entitled to Six (6) weeks vacation with pay and shall receive as vacation pay an amount equivalent to Thirteen (13%) percent of such employees earnings during the twelve months immediately preceeding June 1 of such year. The time of vacation shall be determined by the Company after giving full consideration of the preference expressed by and seniority of, the employee concerned and the requirements of the business.

18:06 Where, not owing to illness or authorized absence, an employee has been absent from his employment in excess of one working day in each month of the working year, the excess will be deducted from the vacation to which he would otherwise be entitled under this article. It is agreed

that in the case of reported illness, the Company may require a doctor's certificate but such certificate shall be at the Company's expense.

18:07 As it is the policy of the Company to close the plant for two weeks during the summer to enable employees to take their vacation, when this is done, those employees having less than twelve months service prior to the 1st of June in such year shall receive as vacation pay an amount equivalent to four percent (4%) of the earnings of such employee from the time he commenced to work for the Company until the 31st of May in such year.

18:08 Employees who have been absent from work by reason of injury or illness for which such employees have been receiving Workers' Compensation or Group Insurance while so absent, shall be credited with the basic pay which they would have received during such absence for the purpose of computing applicable vacation pay; provided that under no circumstances shall this section apply to more than six months absence in any twelve month period, nor shall it apply where an employee does not work for the Company during the twelve months upon which the vacation pay is based.

18:09 All employees will be required to take their entitlement of vacation by the January 5th following the entitlement year.

18:10 Vacation pay will be held and paid to the employee during the week preceding the start of vacation.

#### ARTICLE 19 - BULLETIN BOARDS

19:01 Bulletin Boards will be provided by the Company for each department for union notices. Such notices shall be submitted to the Company for approval before posting. Such approval shall not be unreasonably withheld.

#### ARTICLE 20 - LEAVE OF ABSENCE

20:01 The Company will grant leave of absence without pay to not more than six employees to

attend Union Conventions and conferences for a period or periods not exceeding the aggregate of 60 days in any one calendar year, provided that, in the opinion of the Company, this shall not interfere with the efficient operation of the plant.

20:02 An employee elected or appointed to a salaried position in the National Union shall on written request to the Company be granted a leave of absence of **up** to eighteen (18) months. During such absence seniority will be governed by Article 14:03 (c). Extension of this leave may be granted by mutual agreement. It is agreed that such leave will only apply to one employee at a time.

20:03 Female employees may be granted maternity leave of absence not to exceed 6 months. Seniority will be governed by Article 14:03 (c).

20:04 Bereavement Leave will be granted to any employee suffering a death in the immediate family. The leave will start on the day following the day of Death. Any employee on such leave will be paid his/her regular hourly rate for all regular hours that he/she would have worked had he/she not been on bereavement leave.

## i) Three Consecutive Working Days in case of Death of:

Father, Mother, Brother, Sister, Spouse, Son, Daughter, Step-Father, Step-Mother, Father-in-Law, Mother-in-Law, and Grandparents of Employee.

## ii) ONE WORKING DAY in case of Death of:

Grandchildren of Employee Grandparents of Spouse Foster Children or former Foster Children who resided with the employee for at least 10 years.

The one day is meant to be the day of the funeral.

20:05 Leave of absence without pay may be granted for good and sufficient reasons upon adequate prior application to and approval by the Personnel Department, provided a suitable replacement is reasonably available. Normally third, fourth and fifth week vacation shall be used before leave of absence will be granted. The granting of Leave of Absence shall be at the discretion of the Company having consideration for the Company's sobligation to its customers and the exigency of the operations. JURY DUTY

20:06 When an employee is summoned and reports for Jury Duty, or **as** a Crown Witness, he/she shall be paid the difference between the daily amount received for such duty and regular straight time hourly rate.

#### ARTICLE 21 - PLANT HOLIDAYS

21:01 The following shall be recognized as statutory holidays:

New Years Day
Good Friday
Victoria Day
Canada Day
Civic Holiday

New Years Day
Thanksgiving Day
Christmas Day
Boxing Day
Full shift prior to
Christmas Day

In February of each year, one full day to be termed "Heritage Day".

Where any of the above mentioned holidays fall on a Sunday, the Monday following will be recognized as a holiday. If the holiday falls on a Saturday, the Company will designate the preceding Friday, or the following Monday to be observed as the holiday.

All employees who have acquired seniority shall receive payment for such holidays based on their regular current holiday rate multiplied by the number of hours which would normally have been worked on such day, subject to the following conditions:

To be eligible for holiday pay, an employee must work the full of the work day immediately preceding the holiday and the full of the work day immediately following such holiday. Provided that this restriction shall not apply to:

- An employee who has been absent and receiving Workers' Compensation or sick benefits under the group insurance plan up to but not including the statutory holiday where such employee works the full work day immediately following such holiday.
- ii) Nor shall this restriction apply to an employee who has worked the full work day immediately preceding such holiday but who is absent and received Workers' Compensation or sick benefits under the group insurance plan for the work day immediately following such holiday.
- iii) Nor shall this restriction apply to an employee who is absent either the work day immediately preceding or the work day immediately following such holiday by reason of a Death occurring in employees' immediate family.

  Immediate family for the purpose of this section shall be deemed to mean father, mother, brother, sister, spouse, son, daughter, father-in-law, mother-in-law, step-father, step-mother, grandparents, grandchildren of employee, grandparents of spouse, foster children or former foster children who resided with the employee for at least 10 years.
- iv) Nor shall this restriction apply to those persons granted a written leave of absence.
- 21:02 An employee shall receive any overtime pay to which he/she is entitled in accordance with Articles 12:01 and 12:02 for the work that he/she performs on such statutory holiday, in addition to his/her holiday pay.

#### ARTICLE 22 - GENERAL

22:01(a) When a reprimand notice (written or confirmed verbal) is issued to an employee the Company must immediately send a copy *to* the following:

- i) Person disciplined;
- ii) Steward who represented the person disciplined;
- iti) Union Chairperson;
- iv) Personnel file.

Reprimands shall be given within five (5) working days following the day the Company had knowledge of the offence.

- (b) All reprimands and notations shall have an effective duration of two (2) years.
- (c) If a Supervisor discusses with an employee an area of concern, he can note the contents of the discussion on a standard notation form. The employee will sign this form and may add his/her comments. This form goes to the employee's personal file as a record of this discussion.
- 22:02 Incentive Time Standards
  - a) The Company will establish incentive time standards on the basis of fairness and equity to those operations performed in its plant that the Company adjudges are capable of measurement in terms of the standard time values constituting its program of time, motion and method studies.
  - b) Incentive standards will be established by the Company so as to provide a normal experienced operator working under normal conditions with the methods prescribed by the Company and recognizing the required quality of workmanship, with the opportunity to earn 125%, or higher, of incentive base rate if working at an equivalent incentive work pace.

- c) Bonuses shall be computed by the Company on a daily basis in such a manner that one percent (1%) in bonus based on Normal Job Rate, shall be paid an employee for each corresponding one percent (1%) of production by which his actual acceptable production exceeds the applicable incentive time standard of production.
- d) Incentive time standards, once established on a permanent basis, will remain in effect for the duration of this Agreement and will be changed only to correct a computational error or as the result of a change in methods, processes, equipment, material or product design.
- e) Incentive workers directed to train new operators shall, during the period of training, receive their base rate plus 20% or at his/her earned incentive rate, which ever is the greater.
- f) When an operation is to be studied by a time study or methods person, the operator shall be advised of the purpose of the study. The operator shall be advised, at the earliest possible date, when an incentive rate is established.
- g) The Company will place in the hands of its supervisors and of each of the union stewards, forms through which any employee working on a bonus or incentive system may have a further time study. The forms, when completed, shall be filed directly with the Industrial Engineering Department.
- h) Temporary rates will become permanent after three job appearances on the floor. Notification to the Union, in writing, shall be given as confirmation of a permanent rate. This applies to production runs only.

#### i) GROUP INCENTIVE

While new Operators are being trained, the experienced operators shall receive their base rate plus 20% or their earned incentive whichever is more.

#### j) TRAINEES

Trainees during periods of training shall receive their base rate of pay until they are achieving a minimum of 100% of standard. When 100% of standard is achieved, trainees shall then participate in incentive earnings and the training period shall be complete.

The Supervisor will make the evaluation as to when the trainee has achieved 100% and if his evaluation is challenged, then Industrial Engineering would be asked to give a rating.

22:03 With impending changes to manufacturing processes, the union will agree, over the course of the collective agreement, to enter into talks pertaining to changes in the incentive system.

This does not mean any agreement will be reached without mutual consent between Union negotiating committee and management and ratification by union membership.

## ARTICLE 23 - COMPULSORY DEDUCTION OF DUES FOR EMPLOYEES

23:01(a) During the lifetime of this agreement the Company shall deduct from the pay of all employees in two deductions per month, an amount equivalent to the current regular monthly dues uniformly assessed to the members of the Union in the bargaining unit and shall remit same on the last working day of each month to the Financial Secretary of the Local Union. The said sums shall be accepted by the Union as the regular monthly dues of those employees who are or shall become members of the Union, except that dues will not be collected from Probationary

employees until the month which they complete their Probationary Period.

(b) If, for any reason an employee has worked less than 5 days in a calendar month, then the Union does not require the member to pay dues for that month

23:02 During the lifetime of this agreement, the Company shall deduct from the pay of all NEW employees who have completed the probationary period, a \$25.00 Union Initiation Fee and shall remit the same with monthly dues remitted following the date of the last deduction. The deduction shall be made equally over the first two pay periods following completion of the probationary period.

#### ARTICLE 24 - BENEFITS

24:01 The Company agrees that during the life of this agreement, it will provide insurance benefits to eligible employees covered by this agreement, and their dependents where applicable, all in accordance with and subject to the terms and conditions of Appendix "F" attached hereto and made a part thereof.

24:02 The Company agrees that during the life of this agreement, it will provide a pension plan to eligible employees covered by this agreement in accordance with and subject to the terms and conditions of Appendix "E" attached hereto and made a part thereof.

#### ARTICLE 25 - DURATION

25:01 This agreement shall become effective on the 1st day of October, 1991, and shall remain in full force and effect until the 30th day of September, 1993 and from year to year thereafter unless notice of intention to terminate or amend this agreement is given by either party not more than ninety days and not less than thirty days before termination of the said agreement.

In witness thereof each of the parties hereto has caused this agreement to be signed by its duly authorized representatives as to the date and year first above **written.** 

#### OFFICE SPECIALTY

B. Bull

M. Dunne

D. Dyke

#### I.W.A. CANADA

B. Weber

D. Byers

J. Amundsen

T. Franczyk

R. Goss

W. Hennessey

# APPENDIX "A" EFFECTIVE: OCTOBER 1, 1991

WAGE GROUP	STARTING RATE	NORMAL JOB RATE	SIX MONTH RATE	
INCENTIVE				
11	11.14	11.25	11.31	
2	11.19	11.31	11.37	
3	11.52	11.63	11.70	
4	11.57	11.68	11.77	
5	11.63	11.74	11.84	
6	11.68	11.79	11.90	
NON-INCENTIVE				
11	11.94	12.05	12.12	
12	11.99	12.12	12.18	
13	12.32	12.43	12.52	
14	12.38	12.50	12.58	
15	12.43	12.55	12.64	
16	12.50	12.60	12.72	
17	13.00	13.11	13.28	
18	13.50	13.61	13.78	
20	12.78	13.03	13.28	
21	13.53	13.78	14.03	
22	14.53	14.83	15.13	
23	16.03	16.33	16.63	
25	17.93	18.23	18.53	

AFTERNOON SHIFT .35/HR. NIGHT SHIFT .40/HR.

### APPENDIX "B" EFFECTIVE: OCTOBER 1, 1992

WAGE Group	STARTING RATE	NORMAL JOB RATE	SIX MONTH Rate	
INCENTIVE				
1	11.44	11.55	11.61	
2	11.49	11.61	11.67	
3	11.82	11.93	12.00	
4	11.87	11.98	12.07	
5	11.93	12.04_	12.14	
6	11.98	12.09	12.20	
NON-INCENTIVE				
11	12.24	12.35	12.42	
12	12.29	12.42	12.48	
13	12.62	12.73	12.82	
14	12.68	12.80	12.88	
15	12.73	12.85	12.94	
16_	12.80	12.90	13.02	
17	13.30	13.41	13.58	
18	13.80	13.91	14.08	
20	13.08	13.33	13.58	
21	13.83	14.08	14.33	
22	14.83	15.13	15.43	
23	16.33	16.63_	16.93	
25	18.23	18.53	18.83	

AFTERNOON SHIFT .35/HR. NIGHT SHIFT .40/HR. APPENDIX "C"

#### DISTRIBUTION OF JOB CLASSIFICATIONS INTO WAGE GROUPS

GROUP 1

Assembler - Class 2 Brake Operator - Class 3 Cell Operator - Class 4 Conveyor Loader/Unloader Crater and Packer Punch Press Operator - Class 2 Rivetter - Spin and Hammer Spot Welder - Class 2

Acetylene Welder - Class 2 Assembler - Class 1 Cell Operator - Class 3 Final Inspect and Touch-up - Finished Product Grinder/Buffer M.I.G. Welder - Class 2 Punch Press Operator - Class 1 Spotwelder - Class 1 Spray Painter - Class 2

GROUP 3
Acetylene Welder - Class 1
Brake Operator - Class 2
Cell Operator - Class 2
Coil Feed Operator - Class 2 Conveyor Loader/Inspector Conveyor Unloader/Inspector Spray Painter - Class 1

Cell Operator - Class 1 Crater and Packer - Line Leader Final Assembly - Line Leader M.I.G. Welder - Class 1 Utility Person Welding Line - Line Leader

GROUP 5

Brake Press Operator • Class 1 Coil Feed Operator • Class 1 Spray Paint • Lead Hand

GROUP 6

Cell Co-ordinators

N.C. Brakepress Operator N.C. Punchpress Operator

NON-INCENTIVE CLASSIFICATIONS

GROUP 11

Janitor

GROUP 12

Crater, Saw Operator and Packer Shear Operator Stockpicker • Class 2

GROUP 13

Clean Up Paint Shear Set Up and Operate Stockpicker - Class I

Material Co-ordinator
Pressroom Clerk
Shear Set Up and Steel Stock
Shipping Clerk
Storekeeper
Utility (Assembly)

GROUP 16

Receiver Set Up Brake Press Set Up Punch Press Warehouse - Lead Hand

GROUP 17

Experimental Technician Paint Line Order Picker - Class 1 Refinisher Shipper Lead Hand

**GROUP 18** 

Paint Tester/Utility

GROUP 20

Maintenance Technician - Class 3 Tool, Die and Jig Maker - Class 3

GROUP 21

Department - Lead Hand Expediter

GROUP 22

Maintenance Technician - Class 2 Millwright

Tool, Die and Jig Maker - Class 2

**GROUP 23** 

Maintenance Technician - Class 1 Tool, Die and Jig Maker - Class 1

Maintenance - Lead Hand Tool Room - Lead Hand

APPENDIX "D"
The following provisions have been agreed to between the parties as to the application of the above job classifications and these provisions will also form a part of the said agreement:

- 1. It is recognized that certain of the present employees are handicapped by age or physical disability. These individual cases will be discussed with the Union Grievance committee, and after the Union Grievance Committee has agreed to exclude such individuals from the regular classifications above set forth, the Company shall have the right to set special wage rates (which will not be less than the lowest wage group) for such individuals so excluded.
- 2. It is understood that the Company may in its discretion pay any employee or employees wage rates in excess of those provided by the above schedule.

# APPENDIX "E"

# PENSION PLAN

- INTERPRETATION: While the following outline of benefits is deemed to accurately describe the main provisions of the Pension Plan, no contractual or other rights are created or conferred. Benefits will be in accordance with the provisions of the pension plan document and in accordance with applicable legislation.
- FUTURE OF THE PLANS: The Company expects to continue the plan indefinitely but reserves the right in the event of unforseen circumstances to modify or discontinue it at any time.
- ELIGIBILITY: Fulltime employees are required as a condition of employment to become members of the Plan following completion of two years continuous service with the Company. Any parttime or temporary employees who satisfy the legislated eligibility conditions will become members of the plan following completion of two years of continuous service of the Plan. The enrolment date will be 1st day of the Month following completion of the two year waiting period.
- RETIREMENT DATE: The Normal Retirement Date is the first day of the month co-incident with or next following the employees 65th Birthday. An employee may retire at a reduced pension during the ten year period immediately preceding Normal Retirement Date. If an employee continues to work with the Company after 65, such employee will nevertheless receive their pension on the Normal Retirement Date.
- AMOUNT: With respect to employee participation in the Plan from January 1, 1980 to December 31, 1987, the annual pension benefit earned shall be equal to 40% of the employee required

contributions made during the period January 1, 1980 to December 31, 1987.

Added to this pension amount will be the pension benefits earned from January 1, 1966 to December 31, 1979 in accordance with the agreements then in force, the pension benefits earned from January 1, 1960 to December 31, 1965 in accordance with the prior pension plan, and the pension benefit earned prior to December 31, 1959 in accordance with the Government Retirement Annuity Plan.

For an employee who participates in the Plan on or after January 1, 1988, the annual pension benefit earned during 1988 will be equal to 41% of employee required contributions for 1988. In addition, the annual pension benefit earned from January 1, 1960 to December 31, 1987 shall be upgraded to an annual amount equal to 41% of employee required contributions made during the period January 1, 1966 to December 31, 1987.

For an employee who participates in the Plan on or after January 1, 1989, the annual pension benefit will be equal to 42% of employee required contributions since January 1, 1989. In addition, the annual pension benefit earned from January 1, 1960 to December 31, 1988 shall be upgraded to an amount equal to 42% of employee required contributions made during the period January 1, 1966 to December 31, 1988.

For an employee who participates in the plan on or after January 1, 1990, the annual pension benefit will be equal to 43% of the employee required contributions since January 1, 1990. In addition, the annual pension benefit earned from January 1, 1960 to December 31, 1989 shall be upgraded to an amount equal to 43% of the employee required contributions made during the period January 1, 1966 to December 31, 1989.

For an employee who participates in the plan on or after January 1, 1991, the annual pension benefit will be equal to 44% of the employee required contributions since January 1, 1991. In addition, the annual pension benefit earned from January 1, 1960 to December 31, 1990 shall be upgraded to an amount equal to 44% of employee required contributions made during the period January 1, 1966 to December 31, 1990.

EMPLOYEE CONTRIBUTIONS: For each year an employee participates in the Plan after January 1, 1980 but before December 31, 1991, the employee's required contribution will be 3.0% of his basic wages up to the Canada Pension Plan Yearly Maximum Pensional Earnings level, the earnings which are subject to Canada Pension Plan deductions, plus 5.0% of any excess basic earnings that year. The employee's required contribution from January 1, 1992 to December 31, 1992 will be 3.5% and from January 1, 1993 will be 4% with respect of his basic wages up to the Canada Pension Plan Yearly Maximum Pensional Earnings level.

The employee contribution requirement prior to December 31, 1979 was in accordance with the agreements then in force and the provisions of the prior pension plan. Both the employee's and the Company's contributions to the Plan cease on Normal Retirement Date, or on the earlier date of death, termination of employment or early retirement.

PAYMENTS TO EMPLOYEE: Pension payments will start on the Normal Retirement Date and continue monthly thereafter for life. Should an employee die within five years after retirement, the monthly payments will continue to the designated beneficiary until a total of 60 monthly payments have been made under the Plan.

OPTIONAL FORMS OF PENSION: Instead of the

normal form of pension, an employee may elect:

- a) joint and survivor option with benefits to continue after death to spouse.
- b) instead of the regular guarantee of 60 months, other guaranteed minimum periods of payments up to 180 months.

By law, an employee retiring on or after January 1, 1988 who has a spouse will be required to have their pension actuarially adjusted so as to provide a joint and survivor benefit whereby 60% of the pension will continue after the retired employee's death to the surviving spouse for life. Spouse is defined as a person of the opposite sex who at the date the pension begins is either legally married to the employee or has been living with the employee for 3 years in a common-law relationship. This mandatory form of pension can only be waived with the written consent of the spouse.

#### **EARLY RETIREMENT:**

For those employees who retire before 65 years of age, the early retirement pension will be the amount of pension earned to date but reduced by 6% per year for each year of retirement prior to age 65. The 6% reduction reflects the commencement of payments at an earlier age and the expectation that the payments will be made for a greater number of years.

Effective March 1, 1990 the reduction factor has been lowered to 4% per year for those employees retiring with 28 or more years of service.

# DEATH BENEFITS BEFORE RETIREMENT:

If an employee should die before Normal Retirement Date the designated beneficiary will be entitled to receive an amount equal to the employee's contributions made to December 31, 1986 with compound interest. If an employee qualifies under the Vesting Schedule, the beneficiary will also receive the vested portion

of the Company's actuarlally required contributions to December 31, 1986 with compound interest. Interest has been credited at 5% yearly from 1980 to 1986, and at required legislated rate

from January 1, 1987.

With respect to benefits earned since January 1, 1987, the death benefit is payable to the deceased employee's spouse, or if none to the designated beneficiary of the deceased employee. If the deceased employee had not completed 2 years of Plan Membership at death, the death benefit is an amount equal to the employee's contributions since January 1, 1987 with compound interest. If the deceased employee had completed 2 years of Plan membership at death, the death benefits is an amount equal to the present value of the pension benefit earned since January 1, 1987 calculated in accordance with the minimum standards of provincial pension legislation and related regulations.

- ABSENCE FROM WORK: If you are laid off work or granted a leave of absence or are off work due to illness or accident for a period not exceeding one year, it will not be considered an interruption of service for the purpose of the Plan.
- GOVERNMENTAL PENSION BENEFITS: Pension benefits described above are paid in addition to benefits under the Canada Pension Plan as now in effect to which both employees and the Company contribute and in addition also to the Old Age Security benefits.

#### RETIREE LIFE INSURANCE:

Employees who retire before September 30, 1991 will receive a life insurance policy of one thousand dollars (\$1,000) payable to a designated beneficiary at the time of death. The life insurance increases to (\$2,000) for those employees who retire after October 1, 1991. The premiums for this policy will be paid for by the Company.

- PENSION STATEMENT: A pension statement, in the current format, will be prepared for year ending December 31 and issued not later than June 30 of the following year.
- TERMINATION BENEFITS: If the employee's employment is terminted prior to Normal Retirement Date, the termination benefit entitlements are as provided below.
  - With respect to the pension benefit earned to December 31, 1986, the benefits are as follows:
- 1. If the terminated employee has both attained age 45 and completed 10 years of service, a 100% vested deferred pension payable on the Normal Retirement Date. Pension Legislation prohibits a cash settlement.
- 2. If the terminated employee is less than age 45 and has completed less than 15 years of service, the employee may choose as the termination benefit either a lump sum cash refund equal to the employee's contributions to December 31, 1986 with compound interest, or a deferred pension payable at Normal Retirement Date in the amount which may be provided by the employee contribution value.
- 3. If the terminated employee is less than age 45 but has completed 15 or more years of service, the employeesmay choose as the termination benefit either a lump sum cash refund equal to the employee's contributions to December 31, 1986 with compound interest, or a deferred pension payable at Normal Retirement Date in the amount which may be provided by the employee contribution value plus a vested portion of the Company's actuarially required contributions to December 31, 1986. The Vesting Schedule is:

Completed Years	Percentage of the Company's
Continuous Service	Contribution vested in you
15	50%
16	60%
17	70%
18 19	80% 90%
20	100%

With respect to the pension benefit earned from January 1, 1987, the benefits are as follows:

- If the terminated employee has not completed 2 years of Plan Membership, the employee may choose as the termination benefit either a lump sum cash refund equal to the employee's contribution since January 1, 1987 with compound interest, or a deferred pension payable at Normal Retirement Date in the amount which may be provided by the employee contribution value.
- If the terminated employee has completed 2 years of Plan Membership, a 100% vested deferred pension payable on the Normal Retirement Date. Pension legislation prohibits a cash settlement,

Benefit portability options as required under provincial pension legislation are available which include the following settlement options.

- 1. Lump sum cash settlements may be transferred to the employee's personal RRSP.
- 2. Deferred pensions payable at Normal Retirement Date may be payable as a reduced early retirement pension from age 55.
- 3. The present value of the deferred pension payable at Normal Retirement Date may be transferred to a locked-in RRSP of the employee.
- 4. Deferred pensions payable at Normal Retirement Date of a reduced pension payable after age 55 may be purchased from an insurance company.
- 5. If the terminated employee's new employer has

a registered pension plan, and if that plan accepts benefit transfers, the cash settlement amount or the present value of the deferred pension payable at Normal Retirement Date may be transferred to the new employee's pension plan.

APPENDIX "F" GROUP INSURANCE PLAN

#### INTERPRETATION:

While the following outline of benefits is deemed to accurately describe the main provisions of the Group Insurance Plan, no contractual or other rights are created or conferred. Benefits will be in accordance with the fill provisions of the policies as administered by the carriers and in accordance with applicable legislation.

## 2 ELIGIBILITY:

Except where precluded by law, the employee will become eligible to receive all benefits from the Group Insurance Plan on the day following the day upon which they complete 3 months of continuous service.

3. BENEFITS:

Effective January 1, 1988

a) Life Insurance

\$20,000

b) Accidental Death & Dismemberment

\$20,000

c) Weekly Indemnity Benefit of

60% of the employee's average weekly earnings, as determined under the Unemployment Insurance Formula, to the Unemployment Insurance Maximum Benefit at the time of the employee's disability.

d) Major Medical & Supplementary Hospital

# 4. LIFE INSURANCE:

Should you become totally disabled prior to age 65, the life insurance in effect at the time of disability will be continued in force without payment of premiums until age 65. Satisfactory proof of total disability must be submitted at least once every year.

5. ACCIDENTAL DEATH & DISMEMBERMENT: In case of accidental death by accidental means anywhere, within 365 days of the accident, the maximum will be paid to your beneficiary in addition to life insurance. Dismemberment benefits will be in accordance with the Schedule of Benefits, e.g. in the case of the loss of any two members (hands, feet or eyes) the full amount will be paid. Lesser amounts will be paid for other losses, as specified in the Insurance Schedule.

## 6. WEEKLY INDEMNITY BENEFITS:

Weekly indemnity benefits will only be paid while the employee is being treated by a medical Doctor and for a maximum of 52 weeks in any one period.

Benefits will start as follows:

- i) In the case of disability due to Accident on the first day following the Accident.
- ii) On the sixth day following the day upon which the Doctor signifies that the disability/sickness occurred.
- iii) In the case of hospitalization of 24 hours or more due to sickness, or non-minor surgery in the hospital due to sickness, benefits will start on the first day of verified sickness.

## 7. ACCIDENTS AT WORK:

An employee cannot receive Weekly Indemnity Benefits for any sickness or injury which falls within the scope of the Workers' Compensation Act. However, claims can still be made for life

insurance or accidental death and dismemberment benefits even though Workers' Compensation Act payments have been received.

8. Major Medical and Suplemental Hospital (including Drug Plan)

COVERAGE: \$25.00 deductible.

CO-INSURANCE: Drug Plan - 100%

Supplemental Hospital - 100%

ALL OTHER: 80%

Dependents of married employees, as outlined in the Plan Document are covered under this provision. Semi-private hospital accommodation will be covered to daily maximum of \$55 over the OHIP coverage under the semi-private hospital benefit. Private duty nurse is covered to a maximum of \$5,000 per year.

#### 9. PREMIUMS:

All premiums for the above benefits are 100% paid by the Company.

## 10. ABSENCE DUE TO LAYOFF:

Employees' life insurance, accidental death and dismemberment, major medical, supplemental hospital (including drug plan) and OHIP continue until the last day of the third month following the date of layoff. Should an employee be recalled after the benefit period expires, then payment for all premiums is restored immediately. However, should an employee be in arrears on his/her dental premiums or OHIP coverage, such arrears (subject to approval of OHIP) will be deducted from an employee's pay.

## 11. ABSENCE DUE TO DISABILITY:

Employee's life insurance, accidental death and dismemberment, major medical, supplemental hospital (including drug plan) and OHIP will continue until the last day of the month in which the employee ceases to become eligible for Weekly Indemnity benefits, or in the case **& Workers' Compensation, as** required by **the** Workers' Compensation Act. However, should an employee be in arrears on his/her dental premiums or OHIP coverage, such arrears will be deducted from an employee's pay.

## 12. TERMINATION OF EMPLOYMENT:

If you leave the Company, all insurance will be terminated. However, you may convert your Group Life Insurance to any of the regular policies (Term Insurance excepted) issued by the Insurance Company, without a medical examination. However, you must make application for conversion within 31 days of the date of termination of employment. Should death occur during this 31 day period following termination of employment, the life insurance will be paid to your beneficiary.

#### 13. OHIP:

Employees will join the OHIP and cease to belong in accordance with the Ontario Law. The Company will contribute 100% of the premium commencing with payment due on the first day of the month following the month in which the employee completes probationary period.

#### 14. DENTAL COVERAGE:

Dental benefits will be provided by an insurance carrier selected by the Company providing basic coverage under a Blue Cross type No. 7 plan or equivalent which includes diagnostic services (routine examination and X-rays), preventative services (cleaning, scaling and flouride applications) restorative services (fillings) and surgical services (extractions and necessary anaesthesia), denture, denture repair and root canal services. The premium cost will be shared between the Company and the employees on a 60/40 basis

with employee's contribution payable by payroll deduction. Effective October 1, 1992 the premium cost will be shared on a 80/20 basis

There will be a 10/20 deductible for single/family coverage on 1990 O.D.A. rates. Effective/lanuary 1, 1993, 1991 O.D.A. rates will apply. A limit of \$1,100.00 per family member/per insured person applies to each year. Effective January 1, 1993 the limit is increased to \$1,200.00.

Subject to the eligibility and entitlement provisions of the plan document, all employees will contribute except those who provide proof of coverage under another dental plan.

Payments with respect to dental claims will only be paid to the employees - i.e., cannot be assigned to a dentist.

49