COLLECTIVE AGREEMENT

Between

Veritiv Canada, Inc.

1425 Derwent Way, Annacis New Westminster, BC

(Hereinafter referred to as the Company)

And



(Hereinafter referred to as the Union)

Effective: October 22, 2018 to October 21, 2021

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ARTICLE 1 - GENERAL PURPOSE OF AGREEMENT

The general purpose of this Agreement is, in the mutual interest of the employer and employee, to provide for the operation of the facility, hereinafter mentioned, under methods which will further to the fullest extent possible the safety and physical welfare of the employees, economy of operation, quality and quantity of output, cleanliness of facility and protection of property. It is recognized by this Agreement to be the duty of the Company and employees to co-operate fully, individually, and collectively for the advancement of said conditions.

The Company and the Union shall cooperate in implementing the policies of applicable federal and provincial laws and regulations prohibiting discrimination for or against any employee with respect to race, ethnicity, color, creed, religion, sex, sexual orientation, gender identity or expression, genetic information, age, national origin, ancestry, physical handicap, mental deficiency, medical condition, marital status, or any other classification protected by law. The Company and Union agree to meet should any concerns arise about the implementation.

ARTICLE 2 - RECOGNITION

The Company recognizes Unifor and the Union (Local #433) as the only agencies representing all employees as defined in this Agreement for the purpose of collective bargaining.

Any employee who is now a member in good standing, or who becomes or is reinstated as a member of the Union, shall, as a condition of continued employment, maintain such membership in good standing in the Union throughout the term of this Agreement. Any new employee shall, as a condition of employment, become a member of the Union on their first day of employment, and further, will be sworn into the Union within thirty (30) calendar days of signing a membership card.

An employee will not be a member in good standing without being sworn into the Union. In the event of the local intending to suspend a member for non-maintenance of membership, the Company shall be notified by the local in writing at least seven (7) days before such suspension.

No employee shall be subject to any penalties against his application for membership or reinstatement, except as may be provided for in the constitution and by-laws of the National Union and Union.

The Plant Committee Chairperson (or designate) will be given a maximum of thirty (30) minutes time to provide a Union orientation to all new employees.

Potential employees made available through the Union will be given consideration when the Company is hiring new or additional employees. The Company further agrees to supply the Union with information as to any employee's name, social insurance number, job classification, wage rate and date of employment.

ARTICLE 3 – CHECK-OFF

3.01 Dues Deduction and Remittance

- (a) The Company agrees to deduct, from the pay of each employee covered by this Agreement, an amount of Union dues or their equivalent as well as any initiation fees or any special assessments, as specified by the Union in writing.
- (b) The Company shall remit to the Secretary-Treasurer of the Local Union the total amounts so deducted no later than ten (10) consecutive calendar days after the deduction has been made accompanied by a list of employees on the payroll for the pay period in which the deductions were made and the amount of such deductions for each employee and their job classification.
- (c) The Company will forward a list of all employees who have authorized such deductions. In consideration of the deducting and forwarding by the Company of the amounts so deducted, the Union agrees to indemnify and save the Company harmless against any claim or liability arising out of or resulting from the operation of this clause.

3.02 DUES ON T4 SLIPS

The Company shall show the total amount of Union dues deducted on the employee's T-4 slip at the end of each calendar year.

3.03 NEW EMPLOYEES

The Company shall furnish to the Union along with the monthly Union dues, a list of new employees taken into the bargaining unit during the month.

The Company will issue Union dues Administration cards supplied by the Union and have each new employee fill them out on their first day of employment. The filling out of such administration card and deduction of dues is a condition of employment. The Company will then forward those cards to the Local Union on a bi-weekly basis.

3.04

The Company will provide to the Union each year an up to date facility and department seniority list including name, address, and telephone number of each employee.

ARTICLE 4 - TERM OF AGREEMENT AND CHANGES IN AGREEMENT

1. TERM OF AGREEMENT

The agreement shall be in effect from midnight October 22, 2018 to midnight October 21, 2021 and thereafter from year to year subject to the conditions as set out in paragraphs 2 to 5 which follow hereunder.

2. LABOUR CODE

The parties agree that the operation of Section 50(2) of the Labour Relations Code of British Columbia is hereby excluded.

3. NOTICE OF RE-OPENING

This agreement may be opened for collective bargaining as to changes as follows. Either party may, at any time within four (4) months immediately preceding the expiry of this Agreement, by written notice require the other party to commence collective bargaining. If notice should not be given by either party ninety (90) days or more before the expiry of the Agreement, then both parties are deemed to have given notice ninety days before the expiry. All notices given under the provisions herein on behalf of the Union shall be given by the President of the Union (or by his representative) and similar notices on behalf of the Company shall be given by the President of the Company (or his representative).

4. COLLECTIVE BARGAINING

If notice of desire for changes has been given in accordance with paragraph 3 above, the parties shall, as soon as agreeable to the parties following such date of notice, meet for collective bargaining, the Company being represented in such negotiations by a bargaining committee appointed by the Company and the Union being represented by a bargaining committee selected by the Union. Any agreement on changes arrived at and approved in such negotiations shall be binding upon the parties to this Agreement. If such negotiations cannot be completed prior to October 22 following the date on which such notice was given, any changes in compensation to employees shall nevertheless be retroactive to the said October 22.

5. TERMINATIONS

In case negotiations conducted in accordance with paragraph 4 above break down either party may terminate this Agreement upon the expiration of ten (10) days' notice in writing mailed by registered mail to the other party.

6. NO INTERRUPTION OF WORK

It is agreed by the Union that there should be no strikes, walkouts or other interruptions of work during the period of this Agreement. It is agreed by the Company that there shall be no lockouts during the period of this Agreement.

7. STATEMENT OF POLICY

Clarification of work performed by supervisors and other non-bargaining unit employees:

The Union and the Company recognize that salaried employees are excluded from the provisions of the labour agreement; and accordingly, it is improper for salaried employees to do the kind of work which is done by those defined as employees in the contract.

No work performed or customarily performed by an employee or which could be performed by an employee covered by this Agreement shall be performed by another employee of the Company or by a person who is not an employee of the Company.

It is also recognized that there are emergency occasions when a member of management must help. Such occasions must be temporary in nature and must not result in the displacement, exclusion, or lay-off of employees under the contract.

8. Bonding

If, at any time, the Company requires any employee hereunder to be bonded, it is agreed that the Company shall then request the employee to fill in an application to a recognized bonding firm selected by the Company. It is further agreed that the costs of such bonding shall be paid by the Company.

ARTICLE 5 - HOLIDAYS

- 1) New Year's Day
- 2) Family Day
- 3) Good Friday
- 4) Victoria Day
- 5) Canada Day
- 6) B. C. Day
- 7) Labour Day
- 8) Thanksgiving Day
- 9) Remembrance Day
- 10) Christmas Day
- 11) Boxing Day
- 12) A twelfth (12th) paid floating holiday shall be observed. After discussion with the employees, the Company may schedule this holiday by giving the Union a minimum of thirty (30) days' notice prior to the dates these holidays are to be observed. It is understood that one of these holidays may be observed on a split-crew basis at the discretion of the Company.

The Company will comply with any government requirement to observe an additional holiday. In the event an additional statutory holiday is declared by any Government beyond those listed above, the floating holiday will be adjusted accordingly. For example, if one additional statutory holiday is declared, the floating holiday shall be deleted.

- In order to receive pay for a statutory holiday or holidays, all employees must have been on the payroll for not less than thirty (30) days immediately preceding such holiday or holidays and must have actually worked at least one (1) day during the ninety (90) days just preceding the holiday. Employees hired prior to June 30 inclusive of the current year will be eligible to receive the twelfth (12th) paid floating holiday. For each abovementioned holiday, the employees shall receive eight (8) hours' pay at his regular hourly rate of pay at straight time rate.
- 2. In order to discourage absenteeism, the employee, when required, shall work their scheduled shift before the holiday and their scheduled shift after the holiday. Employees failing to comply with this rule will not receive the holiday pay.
- 3. Any employee absent from work on the last day preceding and/or the next work day subsequent to the holiday, as a result of sickness or compensatory accident, shall receive their holiday pay, providing they furnish to the Company when requested a doctor's certificate certifying that the sickness or compensatory accident prevented the employee's presence on either or both of these days.
- 4. When the operation in which the employee is engaged is curtailed or discontinued by the decision of the Company and which curtailment or discontinuance changes or eliminates the employee's scheduled work day before, or his scheduled work day after, such holiday, the employee shall be granted payment for such holiday, however, an employee shall not be granted payment for a holiday or holidays unless he has actually worked at least one (1) day during the thirty (30) days just preceding any given holiday and at least one (1) day during the thirty (30) days following such holiday.
- 5. If an employee who would otherwise qualify is recalled and is unable to report for work because of bona fide non-occupational accident or illness he shall nevertheless be granted payment for such holidays falling within the thirty (30) days immediately preceding the date of first recall. Any other employee recalled by reason of the above employee's inability to report for work and who is himself unable to report due to illness or non-occupational injury will not receive holiday pay.
- 6. In the event an employee is eligible for Weekly Indemnity (Salary Continuance) or Workers Compensation Benefits for a day for which he is also eligible for holiday pay under this Article, the amount of the Weekly Indemnity (Salary Continuance) or Workers Compensation Benefit that would otherwise be payable for such day will be reduced by the amount of the holiday pay that is paid.

Weekly Indemnity (Salary Continuance) provides for the continuation of a portion of your salary if you become totally disabled.

When an employee is on vacation and a holiday occurs, arrangements shall be made to extend the vacation period. If mutually agreed to, the employee may also decide to take their vacation day on an alternate date.

In the event that a holiday falls on Sunday, the following Monday will be observed and the specified hours correspondingly changed, unless another day is mutually agreed upon.

Overtime shall be paid for all work performed during holidays, at the rates hereinafter specified.

In the event that a holiday falls on Saturday, the company may decide either to observe the holiday on the following Monday or allow eligible employees another day off in lieu of the holiday at a later date, mutually satisfactory to the employee and the company, but in no case later than sixty (60) days following the holiday. Holiday payment, as provided in section 1 will be credited for the day the employee actually takes the holiday time off from work.

ARTICLE 6 - HOURS OF WORK

- Both parties to this Agreement are committed to maintain the principles of a basic work
 week of forty (40) hours, but agree that additional time may be worked to permit
 operation or protection of the facility when paid for as shown in Article 24.
- 2. The regular hours of work, unless otherwise mutually agreed upon between the company and the union shall be:

Day shift 6:30 a.m. to 3:00 p.m.

Mid-day shift 9:30 a.m. to 6:00 p.m.

Afternoon shift #1 2:00 p.m. to 10:30 p.m.

Afternoon shift #2 4:30 p.m. to 1:00 a.m.

Night shift 10:30 p.m. to 6:30 a.m.

With seven (7) calendar days written notice to any affected employee, the Company can change the day, mid-day, afternoon, and/or graveyard shift, by advancing or retarding the start time by one (1) hour. This will not affect the number of total hours worked by an employee on each shift (i.e. if the start time for the day shift is advanced by one (1) hour then the quit time for the day shift will also be advanced by one (1) hour).

Before the Company decides to advance or retard the start times as listed above, they will first meet with the Union Plant Committee and provide the distribution or competitive reasons for the change.

Volunteers will first be solicited to work the new schedule provided that volunteers are capable of performing the work in question. If more volunteers apply than opportunities available, seniority will be the determining factor, if no volunteers come forth, the most junior employees capable of performing the work will be required to work the new shifts.

Variances of these items will be posted on the warehouse bulletin board.

- 3. The day, mid-day and afternoon shifts will have a lunch period of thirty (30) minutes, without pay. These shifts shall have two (2) fifteen (15) minute paid rest periods at a time designated by the Company. The night shift schedule will consist of eight (8) hours work, less thirty (30) minutes paid lunch and two (2) fifteen (15) minute paid rest periods.
- 4. Employees may occasionally trade shifts by mutual agreement with the advance approval of the Company provided such change shall not involve additional cost to the Company.

ARTICLE 7 - DEFINITIONS

Wherever used in this Agreement, including exhibits, the word EMPLOYEES means all persons on the payroll of the company, as set out in the Certificate of Bargaining Authority issued to Local #433 under the Labour Relations Code of British Columbia.

ARTICLE 8 - STARTING AND STOPPING WORK

Employees shall be at their respective posts ready to begin work at the time their pay starts and shall not quit work in advance of the time their pay stops. For example, if an employee's pay time is from 8:00 a.m. to 12:00 noon and from 1:00 p.m. to 5:00 p.m., he shall be at his post ready for work at 8:00 am. and 1:00 p.m., and shall not quit work until 12:00 noon and 5:00 p.m.

ARTICLE 9 - ALLOWANCE FOR FAILURE TO PROVIDE WORK

- In case any employee reports for his regular scheduled shift having been ordered to report for such work and then no work is provided, he shall nevertheless receive two (2) hours' pay for so reporting.
- 2. In any case where an employee has commenced his regular scheduled shift, he shall receive a minimum of four (4) hours' pay except in cases of accident, breakdown, interruption of power, or acts of God. In cases of accident, breakdown, interruption of power, or acts of God, the employee shall receive a minimum of two (2) hours' pay.
- 3. In any case where an employee has commenced his regular scheduled shift and is transferred to a lower paid job he will receive his regular rate for the balance of his shift.

ARTICLE 10 - MINIMUM CALL FOR EMPLOYEES

 a) Any employee required to go on duty <u>after he has completed his</u> designated shift shall receive two (2) hours' call time at the straight time day rate plus actual time worked.

- b) Any employee required to report for work on his designated day off shall receive two (2) hours' call time at the straight time day rate except that such call time shall not be payable when notification has been given during his second shift preceding the work involved.
- c) When an employee is required to report for duty in advance of his regular scheduled shift or when his regular scheduled shift is changed to another regular shift with an earlier starting time, or when the company changes the employee's regular shift schedule after the start of the week he shall receive two (2) hours call time at the straight time day rate subject to the following exceptions (i), (ii), (iii).
 - i) When the change in starting time does not exceed one (1) hour, no call time is payable.
 - ii) When the employee is given thirty-six (36) hours' notice of the change in starting time and such notice is given during the employee's regular working hours, no call time is payable.
 - iii) When the change in shifts during the week is temporary, the call time is not payable for the second change in shifts when the employee returns to his previously established shift.
- It is understood and agreed that in the payment of call time on the basis provided in this
 Article, a minimum of four (4) hours' pay will be paid for each call when work has
 actually commenced, it being understood that such payment will include the payment
 for call time and payment for the time worked whether at straight time or at an
 overtime rate.

It is further understood and agreed that in the payment of call time on the basis provided in this Article, not more than one (1) basis shall be used to cover the same period of work, nor will call time be added to or paid in lieu of allowance payable under Article 9, hereof.

ARTICLE 11 - BULLETIN BOARDS

The employer shall supply adequately enclosed official bulletin boards for the use of the union in posting of officially signed bulletins.

ARTICLE 12 - DISCIPLINARY ACTION

The Company has the right to discipline or discharge employees for just cause.

- 2. Should an employee be required to attend a meeting with management where a disciplinary investigation, discussion or action may occur, the Company will make every effort to notify a Shop Steward or a member of the Plant Committee and will further inform them of the nature of the issue. A Shop Steward or a member of the Plant Committee will have the right to attend any such meeting.
- 3. The Plant Committee will be given copies of all written disciplinary letters or letters of reprimand given to employees. It is understood and agreed that the time limits referred to in the grievance procedure will not start until any such letter(s) is given to the Union Plant Committee and the employee involved.
- 4. Any disciplinary letters or letters of reprimand placed on an employee's file shall be purged from the file if the employee goes eighteen (18) months without having any formal discipline of any kind.

Article12 (4) will be interpreted as follows:

- (a) Any absence of any employee from the workplace for a period of one (1) month or less will be considered as part of the eighteen (18) months' time frame for the purging of disciplinary letters or letters of reprimand on an employee's file, and;
- (b) Any absence of an employee from the workplace for a period more than one (1) month will result in the eighteen (18) months period being extended by the total duration of the absence.

For the purpose of the foregoing, an absence does not include vacation absences.

ARTICLE 13 - ADJUSTMENT OF COMPLAINTS

A plant committee shall be elected to consist of four employees elected by the Union members employed in the operation covered by this Agreement. Meetings of the plant committee shall, whenever possible, be held out of working hours. In the event a grievance shall arise, it shall be dealt with in the following manner.

- Should any dispute or complaint as to the interpretation, application or compliance with the terms of this Agreement arise between the parties, the Company and the Union will make every effort to settle the dispute or complaint.
- 2. The Company, the Union, or the employee having a grievance, dispute or complaint will submit same within fourteen (14) calendar days of learning of the event giving rise to such grievance, dispute, or complaint. The following steps will be followed:

i) Step 1

The employee, with the Shop Steward (or designate) will take the grievance up with the Supervisor (or designate), if no satisfactory settlement is reached, the grievance may, within ten (10) calendar days be referred to the next step.

ii) Step 2

The grieving party will submit the grievance, in writing to the other party. Upon receipt of the written grievance, the parties will, within fourteen (14) calendar days, or other time that may be mutually agreed upon, meet and discuss the grievance. The meeting will be between the Company and the Union Plant Committee. If no satisfactory settlement is reached, the grievance may, within ten (10) calendar days be referred to the next step.

Union or Company grievances will be initiated at Step 2.

iii) Step 3

The parties will, within thirty (30) calendar days, or other time that may be mutually agreed upon, meet and discuss the grievance. The meeting will be between the Company and Union Plant Committees and the Business Agent and/or the National Representative of the Union. A decision as to the grievance will be rendered in writing and delivered to the grieving party within fourteen (14) calendar days of the meeting.

It is agreed that all termination grievances will proceed directly to Step 3.

iv) Step 4

Failing settlement of the grievance at this stage the grieving party will notify the other party in writing, within thirty (30) calendar days of the decision that it intends to submit the matter to arbitration.

3. If the grievance has not been advanced within the time limits specified, the grievance will be deemed to be abandoned and all rights of recourse to the grievance procedure will be at an end; it being understood that the time limits between steps may be extended by mutual consent.

ARTICLE 14 - ARBITRATION

 In the event of a dispute arising out of this Agreement, or any question in respect of the interpretation of this Agreement which cannot be settled to the mutual satisfaction of the parties hereto, such dispute shall be submitted for determination to an arbitrator. Either party shall notify the other party in writing, by registered mail, of the question to be arbitrated.

- The Company and the Union will endeavour to agree upon the selection of the Arbitrator. In the event the Company and the Union are unable to agree upon the selection of the Arbitrator, they will apply, within the thirty (30) day period, to have the Arbitrator appointed under the Arbitration provisions within the Labour Relations Code of B.C.
- 3. After the Arbitrator has been chosen/appointed he shall meet and hear evidence of both sides and render a decision within thirty (30) days after he has concluded his hearings, said decision to be final and binding upon all parties to this Agreement.
- 4. The parties shall bear in equal portions the fees and expenses of the Arbitrator and rental of any premises used for the hearing.
- 5. The Arbitrator shall be restricted to interpreting and applying the provisions of this Agreement and shall have no authority to alter, modify, subtract from or supplement them in any way.
- 6. In the case of discharge, demotion, or suspension which the Arbitrator has determined to have been unjust, the Arbitrator shall order the reinstatement of the employee and may award him back pay or substitute another penalty which the arbitrator considers appropriate. In the case of back pay, should there be any doubt in the opinion of the Arbitrator, the Arbitrator may order all or part back pay as he deems fit.
 - i) The Company will not use as evidence a note of a discussion with an employee concerning his performance unless the employee was told at the time of the discussion that a note was being included in his record.
- 7. In all matters of procedure not covered by the provisions herein, including alternate procedure for the selection of the Arbitrator, the Arbitration Provisions of the Labour Relations Code of B.C. shall apply.

ARTICLE 15 - SENIORITY

In promotions or layoffs, or recall from layoffs, other things being equal, the principles of seniority will govern. In the event of job elimination, employees will be able to bump into a job classification whose rate is equal to or less than their rate. In the event of curtailment or job elimination, regular truck drivers may be replaced by more senior qualified employees who are listed as relief drivers. However, before a final decision is made by management, management shall confer with the standing committee of the union. In cases of disagreement, the grievance procedure, as laid down in Article 13 and 14 of this Agreement shall apply.

With regard to recall from layoff, the most senior employee on layoff who is capable of performing the work available shall be recalled.

With regard to permanent postings, the Company will continue the practice of awarding the job to the most senior employee and providing the training for that individual. For the Dispatcher position, the postings will be awarded to the most senior employee provided the applicant possesses the knowledge and ability requirements. The Company and the Union will meet to discuss these requirements before any posting goes up. Should the Company and Union be unable to agree on the requirements, the Company will have the right to proceed with the posting and the Union may grieve the requirements under dispute. Should no one in the bargaining unit either apply or qualify for the posting, then the Company may hire externally to fill these bargaining unit positions.

If the Router position returns to the Vancouver location it is agreed that both parties will meet to discuss posting requirements.

For the position of transport truck drivers, employees who post for this position agree to the following conditions: The Company will only pay for one (1), thirty (30) hour driver training course per employee. Employees who have the company pay for their training must stay in the position for a minimum of two (2) years. If the employee leaves the position during the first year in the position, that employee owes the Company 100% of the training costs. If the employee leaves the position during the second year in the position, that employee owes the Company 50% of the training costs.

- 2. a) When two (2) or more new employees are hired on the same day, their order of seniority will be determined by the alphabetical order of their surnames.
 - An employee will be considered probationary until he has completed sixty (60) accumulated calendar days with the Company. The Company will inform both the probationary employee and the Union, at the earliest opportunity, when the Company believes a new employee's progress may result in the unsuccessful completion of the probationary period. This probationary period may be extended by the Company for an additional thirty (30) accumulated calendar days. Prior to an employee's probationary period being extended, the Union Plant Committee and the employee will be informed, and will be provided with written reasons for the extension.
 - c) In the event of layoff, a probationary employee will be terminated. A probationary employee who is terminated and recalled will receive credit for each period of employment in calculating his sixty (60) day probationary period, and at the completion of the probationary period his plant seniority will be adjusted to sixty (60) days prior to completion.

d) Throughout the year, the parties recognize that in order to augment the regular workforce the use of casual or temporary employees may become necessary. Use of such employees shall not exceed fifteen percent (15%) of the total workforce.

Such temporary employees shall be subject to all the provisions of this Agreement with the exception of seniority and when temporary employees have not worked forty (40) hours in the work week prior to any Saturday and/or Sunday work, then any hours worked on Saturday and/or Sunday shall only carry the overtime premium rate for hours in excess of eight (8) or forty (40) in the week.

In the event of a decrease in the work force "temporary employees" shall be laid off before any reduction is made in the permanent work force.

Where a temporary or casual employee works in excess of one thousand and forty (1040) hours, he shall be considered a regular employee as of the date that the 1040th hour was worked. This date shall be the official union seniority date and the benefits waiting period shall commence on that date.

Employees on lay-off will be given first right of refusal for all temporary/casual assignments. Where an assignment is refused it may be assigned to a casual for the duration of the assignment

3. Vacancies above the base rate that are not due to vacations, sick leave or leave of absence, shall be posted on the bulletin boards for a period of eight (8) calendar days in order that all employees may bid therefore.

Employees who are absent on vacation will be considered for a job posting if the employee has left notice, in writing, with his direct Supervisor and the Union that he would be interested in the posting should it become available during his absence.

In the case of an employee who is accepted for a job as a result of a posting for a vacancy, his first thirty (30) days after reporting to the new job will be considered a trial period. During this period the company might deem it necessary to transfer the employee back to his former job or the employee may elect to do so of his own volition. In either case the employee will be returned to his former job with no loss of seniority rights. In such event, the filling of any vacancies (by posting or hiring) that resulted from the assignment of the employee to the job from which he is being returned will also be reversed.

At any time employees may, after one (1) year in a position and with thirty (30) calendar days written notice to the company, relinquish their posted position. Any employee who takes this action will go to the position of "Warehouse Person" and will be placed on the shift to which their seniority entitles them. It is agreed that for a truck driver the transfer may take up to four (4) months or until a replacement is ready.

4. Temporary Transfers

- a) When a temporary vacancy occurs because of an employee's illness, injury, vacation or leave of absence, the temporarily vacant position will be filled by another employee selected on the basis of seniority provided he can perform the job without training. If the employee with the most seniority cannot perform the job without training, he may apply for special training, at a time mutually convenient to the employee and the Company, to qualify for future temporary transfers.
- b) The employee who is temporarily transferred will be paid at the rate of the job to which he has transferred or his own wage rate, whichever is greater.
- c) Temporary, for the purpose of this Section, is defined as less than thirty (30) working days. Temporary vacant positions that extend beyond twenty-nine (29) working days will be posted, under the following provisions:
 - i) Vacancies will be posted for five (5) working days.
 - ii) The senior qualified employee will be accepted for the posting and will remain in the position for its duration.
 - iii) There will not be any trial period.
 - iv) Any vacancy created by the award under the posting will be treated as a temporary vacancy, to be filled under paragraph (a) above.

When an employee is on vacation for more than twenty-nine (29) days, their position will not be posted.

When the absent employee returns, they will reclaim their position, and the employee posted to the position during the absence will revert to their former classification and rate.

If an absent employee is accepted for LTD benefits, or it is clear they will not return to the bargaining unit, then the position will be re-posted as per the Collective Agreement, and the employee filling in for the absent employee will revert to their former classification and rate, unless they are the successful bidder.

Lay-Off and Recall

The following rules will apply to employees, other than probationary, who are laid off due to shortage of work:

- a) An employee who requests and receives his vacation pay for the current period of employment shall be terminated. The request must be in writing and cosigned by a member of the union plant committee.
- b) Failure of an employee to report for work within one (1) week of notice to his last address reported to and received at the plant shall result in termination of employment with the Company. Bona-fide reason for failure to report shall not deprive an employee of his recall rights.
- c) Laid off employees shall retain their seniority on the following basis:
 - i) An employee with less than one (1) year of continuous service shall retain seniority for six (6) months from the date of his layoff.
 - ii) An employee with one (1) or more years of continuous service shall retain seniority for one year from the date of layoff plus one (1) additional month for each year of service up to an additional twelve (12) months.
 - iii) Employees may give up their recall rights earlier in exchange for earlier payment of appropriate severance pay.
- d) Medical Services Plan of B.C. and Group Life Insurance coverage continuance:
 - i) Medical Services Plan of B.C., extended health benefits, dental plan, life insurance and accidental death and dismemberment coverage for an employee laid off with more than three (3) months but less than one (1) year of service shall be continued at the employee's option for three (3) months from the end of the period for which deductions have already been made on a cost sharing basis as provided in Exhibit "C", paragraph 5, if the employee pays his portion of the premiums in advance. Benefits plans in existence will be reinstated upon his return to work.
 - ii) Medical Services Plan of B.C., extended health benefits, dental plan, life insurance and accidental death and dismemberment coverage for an employee laid off with one (1) or more years of service shall be continued at the employee's option for six (6) months from the end of the period for which deductions have already been made on a cost sharing basis as provided in Exhibit "C", paragraph 5, if the employee pays his portion of the premiums in advance. Benefit plans in existence will be reinstated upon his return to work.
 - iii) The continued coverage does not include Long Term Disability.

ARTICLE 16 - JOB SECURITY

- a) The Company and the Union recognize that technological change, while necessary to the industry, may have an impact on employees. It is the purpose of the following provisions to assist employees in adjusting to the effects of such change.
 - b) Technological change, which term shall include automation, mechanization, and process change, means the introduction of equipment or material of a different nature or kind than that previously utilized, or a change in the operation that is directly related to the introduction of that equipment or material.
- 2. A joint committee on automation will be established at the plant which shall consist of two (2) persons representing the Company and two (2) persons representing the Union. It shall be the function of the committee to study the effect of mechanization, technological changes and automation on employment in the plant and to make such recommendations as are agreed upon to the plant manager, to ensure that the interests of the Company and of the employees are fairly and effectively protected.
- 3. The Company will advise the appropriate committee as soon as possible and in any case not less than ninety (90) days before the introduction thereof of mechanization, technological changes and/or automation which the company has decided to introduce and which will result in terminations or other significant changes in the employment status of employees.

The Company will advise the appropriate committee or committees as soon as possible and in any case not less than sixty (60) days before the expected date of change of the anticipated time sequence of final installation and production start-up and the anticipated effect on the job status of individual employees.

- 4. a) In the event that it is necessary, employees will be reduced in accordance with Article 15, Seniority.
 - b) An employee who is displaced back to a lower paid job because of mechanization, technological change or automation will receive the rate of his regular job at the time he is displaced back for a period of six (6) months, and for a further period of six (6) months he will be paid an adjusted rate which will be midway between the rate of his regular job at the time he is displaced back and the rate of his new regular job. At the end of this twelve (12) month period, the rate of his new regular job will apply.

However, such employee will have the option of terminating his employment and accepting severance pay as outlined in subsection 5(a) below, provided he exercises this option within the initial six (6) month period.

The Union shall have the option of transferring the appropriate severance pay to a senior employee within that classification. The Union will meet with the Company to advise the employer of the employee's desire to apply this clause. It is understood that the allowance shall not be less than twelve (12) weeks' pay. It is further understood that if an employee has less than twelve (12) years' service, their severance will be eight (8) weeks. The employee will be entitled to retire if over fifty-five (55) years old when applying this clause.

In the event that the severance option has not been utilized the Company and the Union will meet to discuss facility wide alternatives.

c) Any employee assigned to an equal or higher rated job because of mechanization, technological change or automation will have the option of terminating his employment and accepting severance pay as outlined in section 5(a) below if the job should prove to be unsuitable, provided he exercises his option within six (6) months of starting on the job.

In case of a dispute concerning suitability of the job, the employee may process a grievance.

- 5. a) An employee with one (1) or more years of continuous service for whom no job is available because of job elimination, layoff, mechanization, technological changes or automation will, upon termination, receive a severance allowance calculated by the following method:
 - i) One (1) week's pay for each year of employment during his last period of continuous service, computed on the basis of forty (40) straight time hours at the employee's regular rate, the maximum severance allowance payable being thirty-five (35) weeks' pay.

At the time of separation the employee shall have the option of receiving his severance allowance on termination, or he may elect to have his severance allowance held in abeyance for up to one year from the date of termination. He may apply in writing at any time during the year, at which time his full severance will be paid forthwith.

Partial years of service will be pro-rated in determining severance entitlement.

b) Where the right of recall and seniority retention is elected, the employee's severance will be held in abeyance for the duration of his recall rights at which time the employee will be terminated and his severance will be paid. Where the employee renounces the right of recall during this period, the employee will be terminated and his severance will be paid and all seniority, recall and

- employment rights will cease. Senior employees within the department may have the opportunity of accepting severance under this Article.
- c) Such employees for whom no employment is available will be given at least thirty (30) days' notice of separation.
- 6. If the Company decides to permanently discontinue a job category the provisions of this Article shall apply. If the job category eliminated should be re-established within one (1) year an employee who receives the benefits of this Article shall have the right to return to his former job with the seniority he would have held had the job category elimination not occurred, unless he has since been terminated.
- 7. The Company agrees to participate in a program of training or retraining for another job within the operation for those employees who are displaced under the circumstances set forth in this Article.

ARTICLE 17 - PERMANENT PLANT CLOSURE

- 1. In the event that the Company can provide ninety (90) days' notice it will do so, however an employee terminated as a result of a permanent planned closure of the warehouse shall be given a minimum of sixty (60) days' notice of closure.
- 2. Such employees shall be entitled to a severance allowance of one (1) week's pay for each year of employment during his last period of continuous service, computed on the basis of forty (40) straight time hours at the employee's regular rate. Partial years of service will be pro-rated in determining severance entitlement.

ARTICLE 18 - VACATIONS

1. Entitlement

Subject to the requirements of this Section, every employee is entitled to a vacation and vacation pay as follows:

An Employee who is on the	Length of Vacation	Vacation Pay being the greater of:		
An Employee who is on the payroll on January 1 st , who has been continuously employed during the qualifying period, and who has:		% of the total wages earned by the employee during the preceding vacation period	or hours pay at the hourly rate of the employee's regular job	
Been employed for less than one year and does not qualify under (b) below	% day for each full week of actual work performed during the preceding vacation period provided no vacation of less than one day will be granted	4 ½% ar	Nil hours	

b)	Been employed for less than one year but has worked not less than 1,500 hours during the preceding vacation period Or Been employed for not less than one year and who has worked not less than 1,200 hours during the preceding vacation period. The following hours will count as hours worked for the purpose of qualifying for a vacation: Vacations; Supplementary Vacations; Statutory Holidays; Jury/or Witness Duty; Bereavement Leave; First Aid Leaves; and Banked Days off	2 weeks	4 ½%	80 hours
c)	Qualified for his 2 nd vacation under this Agreement;	3 weeks	6 %%	120 hours
d)	Qualified for his 7 th vacation under this Agreement;	4 weeks	8 %%	160 hours
e)	Qualified for his 15 th vacation under this Agreement;	5 weeks	10 %%	200 hours
f)	Qualified for his 24 th vacation under this Agreement;	6 weeks	12 %%	240 hours
g)	Qualified for his 30 th vacation under this Agreement;	7 weeks	14 %%	280 hours

2. Payment on Termination:

In the event an employee's employment terminates either before he becomes entitled to a vacation with pay, or being entitled to it, before he takes it, he shall be paid on termination 4½%, 6½%, 8½ %, 10½%, or 12½%, or 14½% (depending on which category described above the employee belongs) of his wages earned during the period of employment ending with his termination in respect of which no vacation or vacation pay to which he remains entitled has been paid or taken.

3. General Rules

a) The vacation period is January 1st to December 31st. It is agreed that the Company and Union will meet no later than November 15th to discuss any issues related to the vacation selection process. The Company will then endeavour to start the vacation selection process with the intent being that the process is completed before January 30th of the next year.

- b) Vacations with pay provided in accordance with subsection 1 above for employees in category (a) may not be counted when determining whether an employee has qualified for the vacations provided under subsection 1 for employees in categories (c), (d), (e), (f) or (g).
- c) Except as provided in Section 4(d) below, vacations with pay are not cumulative and must be taken during the vacation period.
- d) A vacation with pay provided under Section 1 for employees in category (a) may be taken during the vacation period in which the entitlement thereto is established or during the next following vacation period.
- e) No employee may continue to work and draw vacation pay in lieu of taking the vacation.
- f) The allocation of vacation times is to be decided by the Company. Such allocation will be done separately for the Driver Pool (Drivers / Transport Drivers / Relief Drivers, Dispatchers and Relief Dispatchers) and the Warehouse Pool (Warehouse Person, Put Away / Replenishment, FedEx Picker / Receiver, Guillotine Operator, Dockperson), with employee preferences considered on the basis of plant seniority. However, the Company will endeavour by discussion with the employees or the union, to arrange vacations to suit the employees' wishes.
- "Short weeks" shall be defined as a week in which a statutory holiday as set for in Article 5 Holidays occurs, with the exception of the period from Christmas Day, to and including New Year's Day. The vacation allotment of employees being able to schedule vacation during these "short weeks" shall be amended from the current fifteen percent (15%) of the total workforce to twelve percent (12%) of the total workforce, rounded down to a whole number. Of the resulting total vacation allotment of employees being able to schedule vacation, three (3) will be from the driver pool and the balance will be from the warehouse pool.

All other weeks would remain as is the current practice of employees being able to schedule vacation with a minimum of fifteen percent (15%) of the total workforce, rounded down to a whole number, being off at any one time. Of the resulting total vacation allotment of employees being able to schedule vacation, three (3) will be from the driver pool and the balance will be from the warehouse pool.

- Vacation weeks prescheduled and cancelled will be re-opened for canvassing.
- I) Time not exceeding one year lost as the result of an accident recognized as compensable by the Workers' Compensation Board, suffered during the course

of employment, shall be considered as time worked for the purpose of qualifying for vacation.

- j) Time not exceeding one (1) year lost as the result of a non- occupational accident, illness, or approved maternity leave, shall be considered as time worked for the purpose of qualifying for vacation provided that at the time of the accident or illness or commencement of maternity leave, the employee has been on the payroll for not less than one (1) year and returns to employment. It is understood that the employer may require that the employee provide a certificate from a qualified medical practitioner.
- k) Time lost as the result of layoff shall not be considered as time worked for the purpose of qualifying for a vacation.

4. Computation of Vacation Pay

Where an employee's vacation pay for the current year is to be computed as a percentage of his "total wages earned" in the previous year, such "total wages earned" shall include the amount of vacation pay the employee received in the previous year.

5. Employees who qualify for seven weeks' vacation shall be paid out for the seventh (7th) week in January of each year. Employees who qualify for five or six (6) weeks' vacation shall have the option of having the fifth (5th) and / or sixth (6th) week of vacation paid out on a yearly basis. Employees must notify the Company by November 15th of each year if they wish the vacation to be paid out. The vacation will be paid out in January of the following year.

ARTICLE 19 - SAFETY

19.01 GENERAL

Employees and the Company are to comply with established safety rules as amended by the Joint Safety Committee from time to time. Employees will not be expected to operate unsafe equipment or under unsafe working conditions. Employees are expected to report any unsafe equipment immediately. Employees will not be expected to lift heavy loads without assistance.

19.02 JOINT HEALTH AND SAFETY COMMITTEE

- (a) A Joint Health and Safety Committee shall be established which is composed of a minimum of three (3) Union members elected or chosen by the Union Executive. An equal number of Company representatives will be assigned to the committee.
- (b) Two co-chairpersons shall be elected by and from the members of the committee. One co-chair shall be a Union member the other shall be a Company member.

- (c) Without limiting the generality of the foregoing, the committee shall:
 - Determine that inspections have been carried out at least once a month by the co-chairs or designates. These inspections shall be completed jointly and covering all places of employment, including buildings, structures, grounds, excavations, tools, equipment, machinery and work methods and practices including ergonomic assessments. Such inspections shall be made at intervals that will prevent the development of unsafe working conditions.
 - ii) Recommend measures required to attain compliance with appropriate government regulations and the correction of hazardous conditions.
 - iii) Consider recommendations from the workforce with respect to health and safety matters and recommend implementation where warranted.
 - iv) Hold meetings at least once a month to review reports of current accidents, occupational diseases and sprains and strains injuries, their causes and means of prevention; remedial action taken or required by the reports of investigations or inspections, and; any other matters pertaining to health and safety.
 - v) Record the minutes of the meetings which shall be posted on the bulletin boards. The minutes shall be signed by both parties prior to posting.
 - vi) Have access to and promptly receive copies of all reports, records and documents in the Company's possession or obtainable by the Company pertaining to health or safety. The parties agree to abide by all confidentiality policies, regulations and rules.
 - vii) Time spent by members of the committee in the course of their duties shall be considered as time worked and shall be paid in accordance with the terms of this Agreement.
 - viii) If the Union health and safety committee members need to meet without Company representatives, requests will be made twenty-four (24) hours in advance, and state the time and duration of the meeting. The parties agree that the meeting will not impede the effective execution of work needed to be performed.

19.03 RIGHT TO REFUSE UNSAFE WORK

Both parties agree to adhere to an employee's right to refuse unsafe work in accordance with Section 3.12 and 3.13 of the British Columbia Occupational Health and Safety Regulations.

19.04 ACCIDENT AND INCIDENT INVESTIGATIONS

Every injury which involved or could have involved a worker going to a doctor or hospital must be investigated. A Union and Company JH&S Committee member shall promptly investigate the accident or incident. The appropriate governmental inspection agency shall be notified immediately after the accident or incident. Accident or incident investigation reports shall contain:

- a) The place, date and time of the accident or incident;
- b) The names and job titles of persons injured, if applicable;
- c) The names of witnesses;
- d) A brief description of the accident or incident;
- e) A statement of the sequence of events which preceded the accident or incident;
- f) The identification of any unsafe condition, acts or procedures which contributed in any manner to the accident or incident;
- g) Recommended corrective actions to prevent similar occurrences;
- h) The names of the persons who investigated the accident or incident and their signatures.

19.05 EDUCATION AND TRAINING

No employee shall be required or allowed to work on any job or operate any piece of equipment until he has received proper education, training and instruction. Such training shall include ergonomics training and chemical hazard training.

19.06 DISCLOSURE OF INFORMATION

The Company shall provide the Union and the committee with written information which identifies all the biological agents, compounds, substances, by-products and physical hazards associated with the work environment. This information shall include but not be limited to the chemical breakdown of trade name descriptions, relevant information on potential hazards, results of testing to determine levels of contamination, maximum allowable levels, precautions to be taken, symptoms, medical treatment and antidotes.

19.07 RIGHT TO ACCOMPANY INSPECTORS

The Union Co-chairperson or designate shall be allowed to accompany a government inspector on an inspection tour and to speak with the inspector one-on-one, if they request to do so.

19.08 Access to the Workplace

Union health and safety staff or Union consultants shall be provided access to the workplace and to attend meetings of the committee or Union committee or for inspecting, investigating or monitoring the workplace. The Union agrees to make their request for such access and meetings twenty-four (24) hours in advance, and state the time and duration of the meeting. The parties agree that the meeting will not impede the effective execution of work needed to be performed.

19.09 NATIONAL DAY OF MOURNING

Each year on April 28th at 11:00 a.m., work will stop and one minute of silence will be observed in memory of workers killed or injured on the job.

19.10 PROTECTIVE CLOTHING AND EQUIPMENT

The Company shall provide all employees whose work requires them to wear protective devices with the necessary tools, equipment and protective clothing. These shall be maintained and replaced, where necessary, at the Company's expense. It is recognized that such protective equipment and clothing are temporary measures. The conditions necessitating their use shall be subjected to further corrective measures through engineering changes or the elimination of the hazard.

19.11 SAFETY FOOTWEAR ALLOWANCE

- i) The Company will contribute one hundred and fifty dollars (\$150.00) towards the cost of one (1) pair of approved safety shoes per contract year. An employee may choose to defer their yearly amount to a second year so as to have three hundred dollars (\$300.00) to use for that period time. The employee will be reimbursed after they have provided a receipt for the cost of the footwear. All purchases must be done on one receipt and be submitted to the Company for payment within thirty (30) days of purchase. The Union agrees that wearing of safety footwear on the job is a mandatory requirement.
- ii) The Company will reimburse the cost of required driver medical exam.

19.12 WORK GLOVES

It will be the policy of the Company to provide work gloves as required for use of employees while engaged in warehouse work.

19.13 UNIFORMS

The Company agrees to provide the following clothing at no cost to employees. On a case by case basis clothing provided shall be replaced or exchanged in situations where there is excessive wear, damage, or as needed. Employees are responsible for the

laundering of the clothing provided. For Relief Drivers who do not qualify for uniforms, the Company will provide them with shirts.

The Company will provide the following mandatory wear for drivers annually:

- a) 1 Winter/Summer combo Jacket
- b) 5 Shirts (employee-option long/short sleeves)
- c) 3 Pants (employee-option pants/shorts)
- d) Up to two (2) hats per year (by request)
- e) Up to two (2) toques per year (by request)
- f) Winter gloves (as needed, by request)

19.14 INJURED WORKER PROVISIONS

- a) Any employee who is injured during working hours and who is required to leave for treatment or is sent home as a result of such injury shall receive payment for the remainder of the shift at his regular rate of pay.
- b) Such employee shall be provided with transportation to a doctor or hospital by the Company at no charge if necessary or requested.

19.15 Working Alone Policy

The parties agree to follow the Company policy regarding working alone.

19.16 CONFIDENTIALITY

The Company, the Union and JH&S Committee members shall act in accordance with all applicable privacy legislation with regard to employee personal information.

19.17 DUTY TO ACCOMMODATE

- a) The Company agrees to make every reasonable effort to provide suitable modified or alternate employment to employees who are temporarily or permanently unable to return to their regular duties, as a consequence of an occupational or non-occupational disability.
- b) The Company will discuss with the Union the necessary arrangements to accommodate the return to work of an employee off as a result of an illness or injury. All light duty, work hardening and/or trial programs, modified duties or accommodation arrangements will be set out in writing between the Company and the Union.

19.18 EQUIPMENT AND WORKPLACE ENVIRONMENT STANDARDS

a) The Company agrees to keep all equipment in safe operating condition and will ensure that all heating and lighting standards are reviewed frequently.

- Any employee shall not operate any equipment which he considers to be in such condition as to endanger its safe operation. Any such equipment will be repaired before being put back into service. Red tags will be made available on every piece of equipment for use if needed. Lockout procedures will also be implemented and reviewed frequently by the JH&S Committee.
- c) The Company shall notify the JH&S Committee and all employees exposed to a particular toxic substance or safety hazard of the dangers they face, possible symptoms, necessary medical tests and treatment, and plans to eliminate the hazard where practicable. Where employee medical testing is required as a result of such exposure and the cost is not covered by WCB or another insurance plan, the Company shall pay for such testing as well as the necessary time off work to take the tests.

19.19 RESULTS OF ENVIRONMENT MONITORING TESTS

The Company shall promptly supply the results of environmental monitoring it conducts and the results of any monitoring by any government agency to the Committee and shall post the results in a conspicuous location.

19.20 ERGONOMIC REQUIREMENTS

The JH&S Committee will address ergonomic concerns and training on an ongoing and priority basis and will work progressively toward improving the workplace/employee interface. When an ergonomic concern is beyond the scope of the JH&S Committee external consultants shall be used.

19.21 EMPLOYEE LUNCHROOMS AND WASHROOMS

There shall be at minimum an employee lunchroom with male and female washrooms which shall be maintained daily in a clean and sanitary manner.

19.22 LOCKOUT AND MACHINE GUARDING

The Company shall ensure that the appropriate equipment is locked out and guarded. All employees who may be at risk will receive training specific to their job.

19.23 FIRST AID ATTENDANTS

There shall be first aid attendants present on all shifts who shall be members of the bargaining unit. The Company shall pay for the fees, textbooks and lost time of all first aid attendants who successfully complete a first aid course.

19.24 PAYMENT FOR DRIVER'S ABSTRACTS

The Company agrees to pay the full costs for any requested or required driver's abstract form.

<u>ARTICLE 20 – WORKPLACE HARASSMENT</u>

The parties recognize the current Company harassment policy in place and effect and the Company shall make such policy available to all employees and post it in a conspicuous place at the worksite at all times.

The Company agrees to notify the Union immediately once a complaint has been raised under the Company policy and the Union agrees to notify the Company immediately should a complaint be received by the Union.

Veritiv Canada, Inc. (the "Company") is committed to providing a work environment that is free from harassment and one where the dignity and self-esteem of every employee is respected. All employees are expected to conduct themselves in accordance with this policy when they are on Company premises, at a Company-sponsored event and when conducting business on behalf of the Company. Any employee found to have engaged in any act of harassment will be subject to discipline, up to and including termination for cause. Unless otherwise noted, in this policy, "employee(s)" includes managers, supervisors, executives, contractors and agency employees.

The purpose of this policy is to provide employees with an effective method, without threat of reprisal, to address harassment.

The Company will ensure that all employees are aware of the content of this policy and the conduct that it addresses. Further, this policy will be reviewed on an annual basis to ensure continued compliance with statutory requirements.

Definitions:

Harassment means engaging in a course of vexatious comment or conduct that is known or ought to be known to be unwelcome based on a prohibited ground of discrimination (race, ancestry, place of origin, colour, ethnic origin, citizenship, creed, sex, sexual orientation, age, marital status, family status, disability or record of offences for which a pardon has been granted).

Harassment also includes any conduct, comment or gesture against an employee that is known or ought reasonably to be known to be unwelcome. This includes any action that is likely to cause discomfort, offence or humiliation to any employee, such as bullying or verbally abusive behaviour.

Sexual harassment includes any conduct, comment, gesture, or contact of a sexual nature that:

- (i) is likely to cause offence or humiliation to any employee or create a negative psychological or emotional work environment; or
- (ii) might, on reasonable grounds, be perceived by an employee as placing a condition of a sexual nature on any aspect of the employment relationship, including any opportunity for training or promotion.

Complaint Procedure:

The Company recognizes how difficult it is to come forward with complaints of this nature and will make every reasonable effort to ensure that the privacy of the persons involved in a complaint is protected. To the extent practical and appropriate under the circumstances, confidentiality will be maintained subject to the overriding responsibility of the Company to investigate and deal with complaints and act in accordance with applicable statutory and other legal requirements.

What to do in cases of Harassment:

- 1. If you have experienced any form of harassment in the workplace or you witness any form of harassment or have reason to believe that another employee is subject to harassment, and if you are comfortable doing so, clearly communicate to the individual that his or her behaviour or conduct is unwelcome. In some cases, this may be sufficient to put an end to the conduct. Otherwise, you should immediately document the Incident. Take detailed written notes or otherwise record the incident, including the date, time, place and details of what was said and done, names of possible witnesses and the surrounding circumstances.
- 2. Report the incident. Alert your immediate supervisor, his or her immediate supervisor, or Human Resources.
- Cooperate with the investigation. With your assistance, the Company will be able to conduct a timely investigation into the allegations and take corrective action, if necessary.

All complaints of harassment will be quickly and thoroughly investigated in as confidential manner as is reasonably practicable.

A supervisor who receives a complaint must immediately advise Human Resources which will be responsible for handling the complaint.

Upon receipt of the complaint, a Human Resources representative (the "Investigator") will conduct a thorough investigation of the matter. The investigation procedure will include discussions with you as well as the other individual(s) involved. At the

conclusion of the investigation, the Investigator will make one of the following decisions:

- (a) the complaint was substantiated;
- (b) the individual(s) involved voluntarily resolved the matter to your and management's satisfaction; or
- (c) the complaint was not substantiated.

If a complaint is substantiated, the Investigator will provide recommendations to the Company for appropriate disciplinary action as well as proactive steps to avoid a similar incident in the future. Where required by law, the Company will provide the Joint Health and Safety Committee Representative or health and safety representative, as applicable, with a summary of its investigation.

While not all complaints violate the law, we intend to prevent and correct harassment and other inappropriate conduct. If warranted, appropriate corrective action will be taken following the investigation of claims. The range of action could include such measures as a formal apology, referral to appropriate counselling, reassignment, temporary suspension without pay, demotion or termination, depending upon the seriousness of the offence.

Where a party directly involved in an incident is a member of a bargaining unit, the Company will inform the Union of the investigation and results. Similarly, where a party directly involved in an incident is an employee of another organization, the Company will inform the other organization of the investigation and results.

The Company encourages all employees to report any incident of workplace harassment immediately so that complaints can be quickly and fairly resolved. All employees can be assured that they will not be penalized in any way for reporting harassment. Retaliation in any form will not be tolerated. Equally, because false accusations can have serious effects on innocent persons, the willful misuse of this policy or making false accusations will not be tolerated and may be grounds for discipline.

Employee Assistance Program:

The Company offers an Employee Assistance Program ("EAP") for any employee who may be experiencing harassment in the workplace. The Company encourages employees to seek assistance through this program. For more information regarding the EAP, please contact Human Resources.

Morneau Shepell Ltd.

English: 1-800-268-5211, 1-800-363-6270 TTY French: 1-800-363-3872, 1-800-263-8035 TTY

Managerial Responsibility:

It is important to stress that all employees involved in the supervision of others must, upon becoming aware of an incident of workplace harassment, contact Human Resources even if no formal complaint is made. A person who has the authority to prevent or discourage harassment may be held responsible for failing to do so.

Joint Process:

Should the Union request a joint investigation then an investigation committee will comprise of equal number of representatives selected by the Company and by the Union. The parties agree that the representatives are required to be independent and not responsible for making a disciplinary decision should one be required.

The parties agree that this procedure is an alternative complaint mechanism and as such, complaints should not be pursued through both the grievance procedure and the Human Rights complaint procedure. However, the parties acknowledge the right of individuals to file a complaint with the appropriate Federal/Provincial bodies and to seek redress. Note that these federal/provincial bodies have specific timeframes as to when the complaint must be filed. When a complaint is filed under this procedure, it should be noted that statutory time limits are not extended. However the grievance procedure is put in abeyance/suspended until the joint workplace harassment process is completed.

The pursuit of frivolous allegations through the Human Rights complaint procedure has a detrimental effect on the spirit and intent for which this policy was rightfully developed and should be discouraged.

<u>ARTICLE 21 - BEREAVEMENT LEAVE</u>

- When death occurs to a member of a regular full-time employee's immediate family, the
 employee will be granted an appropriate leave of absence and he shall be compensated
 at his regular straight time hourly rate for hours lost from his regular schedule for a
 maximum of three (3) days. Such leave is not to be deferred nor used for any other
 purpose.
- 2. Members of the employee's immediate family are defined as the employee's spouse, mother, father, brothers, sisters, sons, daughters, mother-in-law, father-in-law, step parents, step children, grandparents and grandchildren, sons-in-law, daughters-in-law, brothers-in-law and sisters-in-law only.
- Compensable hours under the terms of this Article will be counted as hours worked for the purpose of qualifying for vacations and for recognized paid holiday, but will not be counted as hours worked for the purpose of computing overtime.

ARTICLE 22 - JURY DUTY

- Any regular full-time employee who is required to report for jury duty including coroner's inquest or who is required to appear as a Crown witness, on a day on which he would normally have worked, will be reimbursed by the Company at his regular straight time hourly rate of pay for his regular scheduled hours of work necessarily lost. It is understood that such reimbursement shall not be for hours in excess of eight (8) per day or forty (40) per week. The employee will be required to furnish proof of jury or witness service.
- 2. Hours paid for jury or witness duty will be counted as hours worked for the purpose of qualifying for vacations and for recognized paid holidays but will not be counted as hours worked for the purpose of computing overtime.

ARTICLE 23 - WAGE SCHEDULE

Effective October 22

	Current	2018	2019	2020
		1%	2%	2%
WAREHOUSE PERSON (End Rate)	\$28.39	\$28.67	\$29.24	\$29.82
PUT AWAY/REPLENISHMENT	\$28.39	\$28.67	\$29.24	\$29.82
DRIVER	\$29.65	\$29.95	\$30.55	\$31.16
TRANSPORT TRUCK DRIVER	\$31.33	\$31.64	\$32.27	\$32.92
RECEIVER	\$28.85	\$29.14	\$29.72	\$30.31
	New			
FED EX PICKER / RECEIVER	classification	\$29.14	\$29.72	\$30.31
GUILLOTINE OPERATOR	\$29.98	\$30.28	\$30.89	\$31.51
DISPATCHER	\$31.33	\$31.64	\$32.27	\$32.92
DOCK PERSON	\$28.39	\$28.67	\$29.24	\$29.82

All employees on the payroll at the time of ratification will receive a lump sum payment in the amount of six hundred dollars (\$600) within thirty (30) days of the ratification of the Agreement.

The starting wage rate for all employees shall be \$3.00 per hour below the base rate for the classification in which the employee is placed. The rate will increase to an amount equal to \$1.50 per hour below the base rate after six (6) months, and after one (1) year the employee wage rate will be increase to the base rate.

Put-Away/Replenishment Workers: Where possible, when work activities require the reassignment of Put-Away/Replenishment Workers to do order picking the reassignment will be based on seniority.

Casual Employees: The starting wage rate for a casual employee hired after the date of ratification for the 2018 negotiations shall be two dollars (\$2.00) less than the starting rate per hour for the job category.

First Aid Attendants: An employee who is designated by the Company to be the First Aid Attendant on shift will receive this following sum for each hour worked:

Level 3 certificate - occupational rate plus sixty-five cents (\$0.65) per hour Level 2 certificate - occupational rate plus sixty-five cents (\$0.65) per hour Level 1 certificate - occupational rate plus forty-five cents (\$0.45) per hour

Relief First Aid Attendants: An employee who holds a valid B.C. Industrial First Aid Ticket who is not acting as the designated first aid attendant on shift will receive a premium of fifteen cents (\$0.15) per hour for each hour worked. This premium will not be added to the wage rates for the purpose of calculating overtime.

When acting as relief designated first aid attendant, the appropriate first aid attendant rate will be paid in place of this premium.

Pay Schedule: Each pay period shall be every two (2) weeks, based on the current pay cycle. The paycheques shall be directly deposited on payday Thursday of each pay cycle. In no case will employees go longer than two (2) weeks without a paycheque.

Lead Hands: An employee, who is awarded by the Company to act as a lead hand, shall be paid an additional fifty cents (\$0.50) per hour. While acting in this capacity, the awarded individuals will not be required to discipline any other bargaining unit member. The employee would be required to perform the following:

- a) Assign work to other bargaining unit members;
- b) Promote the safety of employees;
- Assist in building security (lock up of building and monitor any non-employees in the building);
- Make any decision deemed necessary to promote superior levels of customer service;
- e) Perform normal bargaining unit work;
- f) Must be competent on all computer system functions including checking emails which will be set up by the company;
- g) Take on leadership responsibilities when needed;
- h) Management will select the most senior qualified employee;
- i) Lead hands will be paid the premium for the entirety of their shift.

<u>ARTICLE 24 - NIGHT SHIFT DIFFERENTIAL</u>

1. A differential of forty (40) cents per hour shall be paid for all posted shifts that start between 12:00 PM and 5:00 PM.

A differential of sixty (60) cents per hour shall be paid for all posted shifts that start between 5:00 PM and midnight.

When such hours are worked as part of a regular day shift, no differential shall be paid.

2. Such differential shall be paid in addition to an employee's regular rate of compensation, but it is not to be added to the wage rates for the purpose of calculating overtime.

ARTICLE 25 - OVERTIME

- 1. Employees shall be entitled to receive overtime pay for time worked on the following basis:
 - a) Time and one-half for work in excess of forty (40) hours per week.
 - b) Time and one-half for the first four (4) hours worked in excess of eight (8) hours in a day and double time thereafter.
 - c) Time and one-half for the first twelve (12) hours on Saturday, and double time thereafter.
 - d) Time and one-half for the first twelve (12) hours and double time thereafter for work performed on designated days off.
 - e) Double time for all work performed on Sundays and holidays.

In the payment of overtime on the basis provided above, the one basis which results in payment of the largest amount of overtime shall be used.

- The employee has the right to voluntarily agree to work or refuse to work overtime. If the employee agrees to work he will be expected to report to work for those hours agreed to.
- If conditions make it essential to work overtime and the Company is unable to obtain sufficient qualified workers, then the Company will notify the Union representative(s) on shift in order to obtain adequate staff.
- 4. Employees will be allowed to bank OT hours up to a maximum of forty (40) hours. The hours will be accumulated at the rate they are earned (one and a half times pay per hour or double time per hour). Time will be submitted in one (1) hour increments at the end of each pay period. Employees will be required to request hours to be banked in writing for each occurrence. Employees can request to use the time accumulated as time off, or employees can request to have the hours paid out in eight (8) hour increments. If employees choose to use the banked hours as time off the request must

be made and approved prior the time being taken off. The parties agree time off will be made available subject to operational availability. Once the hours are used within a calendar year they cannot be replenished. Any hours unused will be paid out at the end of the year.

ARTICLE 26 - MEAL HOUR

Any employee required to work more than two (2) hours beyond the end of his regular scheduled eight (8) hour shift or who is required to report for work more than two (2) hours before the start of his regular scheduled eight (8) hour shift, and who is expected to work more than ten (10) consecutive hours shall be granted a meal allowance of twelve (12) dollars.

ARTICLE 27 - WELFARE PLAN

It is understood and agreed that the company will make available to all employees as defined in Article 7 of this Agreement, the Welfare Plan, as defined in Exhibit "C" of this Labour Agreement including any amendments that may be negotiated from time to time. It is further agreed that the effective date of these negotiated changes will be consistent with the dates shown in this Veritiv Canada, Inc., Annacis Collective Agreement.

ARTICLE 28 - PENSION PLAN

- Each employee as defined in this Agreement shall participate in the Pulp and Paper Industry Pension Plan as set forth in the B.C. Standard Labour Agreement.
- 2. Contributions will be made by the Company to the Pulp and Paper Industry Pension Plan in accordance with the terms of the B.C. Standard Labour Agreement.
- The contribution levels will be as follows:

Company - 10% Employee - 8%

Retiree Bridging

- 4. a) For the term of the labour agreement, there will be available a Term Annuity Benefit which will be funded by the Company in a manner selected by the Company.
 - This benefit will be available to those employees who request it and who choose to retire early from active employment commencing at age sixty-one (61), and up to, but not including age sixty-five (65). The benefit payable under this provision will be twenty (20) dollars per month per year of service and credited on the same basis as under the terms and conditions of the Pulp and Paper Industry Pension plan.

- c) Payment under this provision will cease at the end of the month immediately preceding the month in which the employee who selects to retire early under this provision attains age sixty-five (65) or dies, whichever occurs first. Should an employee return to work after commencement of this provision, the payment will be handled on the basis as the present benefit is handled under the terms of the plan text.
- d) Employees who retire after the date of ratification will be eligible for a bridge benefit of twenty (20) dollars per month per year of service. This benefit shall be made available commencing at age sixty (60). In addition, those employees who choose to retire at age fifty-five (55) or later after the date of ratification, will have access to the bridging benefit paid by the Company when they reach age sixty (60). It is understood that it will be the retired employee's responsibility to contact the Company thirty (30) days prior to becoming eligible for the bridging. Retroactive payments will not be made available to retired employees who fail to notify the Company prior to attaining age sixty (60).

ARTICLE 29 - LEAVE OF ABSENCE

1. Union and Public Office

The Company agrees that it is proper to grant leave to employees who have been elected or appointed to office in the Union, or who have been nominated, elected or appointed to Federal, Provincial, Municipal or Aboriginal office. However, it is not the intention of the Company to grant life-time leaves of absence.

An employee appointed or elected to full-time office in his Union, or to Federal, Provincial, Municipal or Aboriginal office, shall be granted as much leave as is necessary during the term of such office, provided he provides at least ten (10) business days notice to the Company.

Seniority shall accumulate during the period of an employee's leave of absence.

2. First Aid Certificate

A first aid attendant authorized by the Company to attend classes for obtaining, renewing or upgrading a first aid ticket will be compensated for lost regular straight time earnings.

3. Maternity and Parental Leave

a) At the time of the birth or adoption of a child, the employee shall be granted an appropriate leave of absence in accordance with the Employment Standards Act of B.C.

4. Other Leave

Granting of leave is a matter between the employees and the facility management. The Company will consider length of service and will endeavour to arrange leave of absence to suit the employee's wishes. Employees with ten or more years of service will be given special consideration.

IN WITNESS WHEREOF, we, the undersigned, have, as the accredited representatives of the respective parties to this Agreement, hereunto set our signatures.

Dated this 40-day of	, 2019.
FOR THE COMPANY: VERITIV CANADA, INC.(Annacis)	FOR THE UNION: UNIFOR #OCAL 433
Dorinan	Sher DAI
Elizabeth Brennan, Veritiv	Greg Duff, Bargaining Committee
Catherine Fleming Lead Human Resources	Brad Johnson, Bargaining Committee
Business Partner	brad Johnson, bargaining Committee
	de total
Chris Lee, Director of Operations, Canada West	Karam Rai, Bargaining Committee
Vincent Lee, Operations Manager	Neil Cooley, Bargaining Compaittee
	B 9 28
	James Monks, Local 433 Representative
	Sandi McManus, National Representative

EXHIBIT "C" - WELFARE PLAN

This Exhibit "C", including Schedule 1 which is attached hereto and forms part hereof, sets forth the respective rights and obligations of the Company and its employees, under the Welfare Plan which the Company has established pursuant to Article 26 of this Labour Agreement.

1. Compliance

- a) The Company will comply with the terms and conditions set forth in this Exhibit "C" and provide the coverages required therein.
- b) The coverages shall be subject to the limitations in the contracts of the selected carrier or carriers.

2. Waiting Period

All full-time employees who are actively working and have completed six (6) months service are eligible for the coverage except for the B.C. Medical Plan which will be effective the first of the month following date of hire.

All employees shall join the Welfare Plan, as a condition of employment, when they become eligible.

3. Union Welfare Committee-Management Welfare Committee

A Union Welfare Committee shall be appointed and shall meet with a Management Welfare Committee with respect to questions which may arise concerning the operations of the Welfare Plan. The Union Welfare Committee shall consist of three (3) members, who shall be selected by the Union from participating employees who are working in the plant at the time of appointment to and while serving on such committee. The Company shall appoint a Management Welfare Committee consisting of four (4) members.

The Company agrees to furnish to the committee such statistical reports as the committee may require.

4. Changes in Classification

The regular wage rate of the employee in effect on December 1st and June 1st will determine his entitlement to Group Life and Accidental Death and Dismemberment coverages as outlined in the schedule contained in Exhibit "C". Where an employee's regular duties consist of more than one job, his regular rate shall be deemed to be the average of the rates applicable to such jobs.

5. Costs

Net costs of the coverages and benefits made available to participating employees under the Welfare Plan will be shared between the Company and the said employees in accordance with the following:

Group Term Life Insurance	Company 100%
Accidental Death and Dismemberment Insurance	Company 100%
Medical Surgical Coverage	Company 100%
Extended Health Benefit	Employee 20% Company 80%

Dental Plan	Company 100%
Non-Occupational Accident & Sickness Insurance	Employee 30% Company 70%
Long Term Disability Benefit	Employee 40%; Company 60%

6. Reporting Period

The reporting period will be December $\mathbf{1}^{st}$ to November $\mathbf{30}^{th}$ each year. Such reports will be submitted to the welfare committee not later than March $\mathbf{1}^{st}$ of each year. The committee shall distribute copies of the reports to the local union concerned.

7. Changes in Premiums

Effective January 1st, 2016, it is understood that any change in respect of the rate charged by the carrier may only be made effective as of August 1st in any year.

8. Distribution of Surplus

It is understood that a surplus accumulation, if any, will be used only for the purpose of reducing premium costs.

Surplus accumulations must be disposed of within reasonable time limits. Questions in this respect will be referred to the welfare committee for decision.

9. Optional Payments Under Life Insurance

In any case where the existing company plan provides optional methods of payment to the beneficiary under the life insurance program, such policy provisions will remain in effect.

10. Disputes

No dispute arising out of the operation, administration or interpretation of any coverage contract between the Company and the carrier shall be subject to the Adjustment of

Complaints procedure of this labour agreement. Any such dispute shall be adjudicated under the terms of such coverage contract.

11. Disputed Workers' Compensation Board Claims

If any employee covered by the Welfare Plan suffers a disability, payment for which is in dispute with the Workers' Compensation Board (WCB), weekly indemnity payments under the Welfare Plan will be paid retroactively as set forth in this Exhibit if requested by the employee and provided he has been off work for at least two (2) weeks due to the disability without the Workers' Compensation Board having accepted the claim.

In cases where the WCB has accepted a claim for medical costs but there is a dispute existing overtime loss benefits, weekly indemnity payments under the Welfare Plan will be available after an independent medical by a physician of the insurance carrier's choice has confirmed the employee's disability.

If the WCB claim is subsequently established the employee will then repay the weekly disability payment received to the appropriate fund or insurance company.

12. Negotiated Changes in Benefits

In the case of an employee who is on active claim arising from a disability which occurred before a negotiated change in benefits and which continues thereafter, the said employee shall, as from the effective date of the negotiated change, be paid the changed Weekly Indemnity Benefit, be covered for the changed Group Term Life Insurance and Accidental Death and Dismemberment Insurance, and make the changed contributions.

13. Coverage During Leave of Absence

- a) Employees on authorized leave of absence under Article 28, Subsection 1 for Local Union business will have their Welfare Plan continued for a period of up to one (1) year.
 - After one (1) year the Welfare Plan may be continued for the duration of the leave of absence upon payment of the full premium by the employee.
- b) Group Term Life Insurance, Accidental Death and Dismemberment Insurance, Medical-Surgical Coverage, EHB, and Dental coverage for employees on authorized leave of absence for extended vacation purposes will be provided up to a total of three (3) months in any one calendar year.

14. Common-Law Dependent Coverage

It is agreed that an employee's common-law spouse and children who are dependent upon the employee will be recognized with respect to the Welfare Plan.

15. Surviving Spouse and Dependent Children

Where a surviving spouse and dependents of a deceased employee are not covered by such plans by reason of their own employment, the Company will extend the coverage under Medical-Surgical Plan, the Extended Health Benefit Plan and the Dental Plan for a period of six (6) months, commencing on the first of the month following the month in which the death occurs.

16. The Company shall reimburse employees the cost of all light duty forms. Reimbursement will not apply in those circumstances where the costs associated with light duty forms are covered by Worksafe B.C.

SCHEDULE "1" - WELFARE PLAN COVERAGES

The Company undertakes to amend the appropriate section of the insurance coverage contract with respect to the duration of pregnancy coverage.

The change will provide for coverage for medical complications to mother or unborn child during pregnancy to the extent that the present limit of fifteen (15) weeks coverage under the plan will be eliminated and the revision will provide for benefits to be paid for the period up to but not including the ten (10) weeks before delivery and the six (6) weeks after delivery, and for such periods beyond that time to a limit of fifty-two (52) weeks.

In other words, the weekly indemnity plan will pay benefits for such medical complications so that In combination with E.I. maternity benefits the employee will receive fifty-two (52) weeks of total benefit, if required.

a) Group Term Life Insurance

The Welfare Plan will include group term life Insurance coverage for all eligible employees in the amount of seventy-six thousand dollars (\$76,000). This benefit will be payable on a twenty-four (24) hour coverage basis.

Benefits will be payable as a result of death, from any cause on a twenty-four (24) hour coverage basis.

b) Accidental Death or Dismemberment Insurance

The Welfare Plan will include accidental death or dismemberment insurance coverage for all eligible employees in the amount of seventy-six thousand dollars (\$76,000). This benefit will be payable on a twenty-four (24) hour coverage basis.

Dismemberment and paralysis insurance benefits of the Welfare Plan will be in accordance with the schedules offered by the particular carrier involved, such coverage to be on a twenty-four (24) hour basis.

c) Non-Occupational Accident and Sickness Insurance

Weekly indemnity benefits will be sixty-six and two thirds percent (66 2/3 %) of the employees regular straight time rate for forty (40) hours per week, for a maximum of fifty-two (52) weeks during any one (1) period of disability. Weekly indemnity benefits will be payable beginning with the first (1st) day of disability caused by non-occupational accident and beginning with the fourth day of disability caused by non-occupational sickness except that in those cases of non-occupational sickness which result from the claimant being hospitalized, and in those cases where surgery is performed which necessitates loss of time from work, the said weekly indemnity benefits will be payable beginning with the first day of sickness.

An employee receiving benefits under this insurance or Workers' Compensation shall not be entitled to receive vacation pay during the same period unless the employee has been off work for more than four (4) months or in the event such vacation pay represents the balance owing to an employee at the end of a vacation year.

Income tax shall be deducted from Weekly Disability Payments on a single status basis. Employees who wish tax deducted on some other basis may make arrangements by contacting the Industrial Relations Department.

d) Medical Surgical Coverage

The present B.C. Medical Plan or comparable medical-surgical coverage will be maintained for the term of this Agreement as provided in Exhibit "C", paragraph 5.

e) Standard Extended Health Benefit Plan

- i) The standard extended health benefit plan as provided by Medical Services Association as at September 1st, 1981, will be implemented as outlined in "Your Group Benefits" dated September 1st, 1995 (as attached).
- ii) Incorporate the co-insurance rate for hospitalization into the Extended Health Benefit Coverage to a maximum of eight dollars and fifty cents (\$8.50) per day.
- The Plan will be amended to provide payment up to a maximum of four hundred dollars (\$400.00) for employees and eligible dependents in any twenty-four (24) consecutive month period, for charges incurred relative to the purchase of lenses and frames or contact lenses when prescribed by a person legally qualified to make such prescription.; provided, however, that if the eyeglasses are for an employee for use while working in a mill they must be safety lenses and frames.
- iv) Lifetime maximum coverage \$150,000.

f) Out of Province Travel Plan

When in the opinion of the attending physician and attending specialist a medical procedure is required that is not available in B.C., and is one for which the Medical Services Plan of B.C. will accept financial responsibility, the cost of travel and accommodation to the limits specified below will be paid for by the Plan. Where the attending physician specified that an attendant is required, the travel and accommodation expenses for such person will be paid to the limit specified.

The maximum limit under any one claim will be the return economy airfare or equivalent for patient and attendant, plus accommodation expenses up to a maximum

of one thousand five hundred dollars (\$1,500.00). Receipts will be required and forwarded with the claim form prescribed by the Carrier.

This benefit will not stack on top of or duplicate existing provisions under local medical travel benefit or government plans.

g) Long Term Disability (LTD) Plan

The Welfare Plan will include a Long Term Disability Plan which will provide the following:

- i) The Plan will become effective September 1st, 1978 and will only apply to non-occupational disabilities.
- ii) Benefits and other terms and conditions of the plan will be established pursuant to the general principles set forth in the Long Term Disability Plan Summary for Unisource Canada, Inc., a Veritiv company.
- iii) The union accepts the foregoing Long Term Disability Plan as payment in kind of the employees' share of the reduction in the employment insurance premium resulting from the qualification of the Weekly indemnity Plan under Employment Insurance regulations.

Long Term Disability Plan Summary for Unisource Canada, Inc., a Veritiv Company

1. Eligibility

- a) Hourly employees who are working full-time for full pay. Minimum hours worked no less than twenty (20) per week.
- b) Coverage to commence after six (6) months of service.
- c) Enrolment in the Plan to be compulsory.
- Must be actively at work, full-time and for full pay on date coverage commences.
- e) With respect to employees who are actively at work and who have completed six (6) months of employment as well as employees who are in receipt of either Weekly Indemnity or Long Term Disability Benefits from former industry plans coverage will commence on the date the plan is implemented.

2. Level of Benefit

For employees who qualify for commencement of Long Term Disability Benefits after September $\mathbf{1}^{st}$, 1981 – fifty percent (50%) of regular weekly earnings to a maximum of

two thousand five hundred dollars (\$2500.00) calculated at forty (40) times the disabled employee's hourly straight time job rate at date of onset of disability plus any negotiated increases to that hourly straight time job rate at date of onset of disability plus any negotiated increases to that hourly straight time rate which would take place during the Elimination Period.

3. Elimination Period

Benefits commence after the employee has been totally and continuously disabled for fifty-two (52) weeks or has exhausted his weekly indemnity benefits whichever occurs last

4. Maximum Duration of LTD Benefit Payments

- a) There will be a minimum of sixty (60) months of benefit payment for persons with sixty (60) or less months of service.
- b) Additional benefits will be paid on the basis of one (1) month for each two (2) months of continuous service beyond the sixty (60) months' service with the member pulp and paper company up to the date of onset of disability.
- c) For new claims that commence after September 1st, 1988, benefits will be paid to age sixty (60) as a minimum if the employee does not have sufficient service to carry him further under b) above. At the point when he runs out of LTD benefit, he will retire.
- d) Benefit payment will not be paid beyond age sixty-five (65) less the elimination period of fifty-two (52) weeks and in all cases, will cease on recovery.

5. Definition of Total Disability

- a) The disabled employee's inability to perform the duties of his own occupation for the first twenty-four (24) months of LTD disability payments and thereafter his inability to perform the duties of any occupation for which he is qualified by education, training or experience.
- b) During a period of disability the disabled employee must be under the regular care and attention of a medical doctor, or in cases of disability arising from a mental or nervous condition, a psychiatrist.

6. Integration with Other Disability Income

a) The benefit from this Plan combined with all other disability income to which the disabled employee is entitled will not exceed seventy percent (70%) of the employee's basic wage at date of disability.

All other disability income will include: CPP/QPP primary disability pension benefits, Workers' Compensation, disability income from a group or association plan, disability income arising out of any law or legislation, and wage continuation or pension plan of any employer including the Pulp and Paper Industry Pension Plan. Private or individual disability plan benefits of the disabled employee will not reduce the benefit from this Plan.

b) Increases in CPP/QPP disability pensions or Workers' Compensation disability pensions that result from increases in the Canadian Consumer Price Index and which occur after the date disability payments from this plan commence, will not further reduce the benefits from this plan.

7. Rehabilitative Employment

- a) During a period of total disability under this Plan, a disabled employee may engage in rehabilitative employment in which case the benefit from this Plan will be reduced by fifty percent (50%) of the employee's rehabilitative employment income that exceeds fifty dollars (\$50.00) per month. The benefit from this Plan will be further reduced by the amount that remuneration from rehabilitative employment plus the benefit from the LTD plan exceeds seventy-five percent (75%) of the employee's basic wage at date of disability.
- b) Rehabilitative employment shall mean any occupation or employment for wage or profit or any course or training that entitles the disabled employee to an allowance, provided such rehabilitative employment has the approval of the employee, and his doctor in consultation with the underwriter of the LTD Plan.
- c) Rehabilitative employment will be deemed to continue until such time as the employee's earnings from rehabilitative employment exceeds seventy-five percent (75%) of his straight time earnings at date of disability but in no event for more than twenty-four (24) months from the date rehabilitative employment commences.

8. Exclusions

Disabilities resulting from the following are not covered:

- a) War, insurrection, rebellion or service in the armed forces of any country.
- b) Participation in a riot or civil commotion.
- c) Intentionally self-inflicted injuries.

9. Pre-Existing Conditions

To be applicable to employees hired after the effective date of the plan. A disability that results from an accident, illness, mental or nervous disorder for which the employee received treatment or medical supplies within the ninety (90) day period prior to joining the plan will not be covered unless the employee has completed twelve (12) consecutive months of employment during which he was not absent from work from the aforementioned accident, sickness or mental disorder.

10. Successive Disabilities

A subsequent disability that is related to a previous disability and occurs within six months of an employee's return to work will be considered a continuation of the previous LTD disability and the employee will not be eligible for W.I. benefits. The employee under these circumstances will be eligible to receive benefits without the necessity of completing another elimination period.

11. Termination

Coverage will cease:

- a) On termination of employment.
- b) On a date fifty two (52) weeks prior to an employee's sixty-fifth (65th) birth date.
- c) On the date leave of absence commences except as provided for in the Collective Agreement.
- d) On the date an employee is laid off except when an employee has requested continuation of coverage in accordance with Section 6 of Article XXI of the B.C. Standard Labour Agreement, in which case coverage under this plan will continue only for the periods specified in the aforementioned Sections of the Agreements. In the event an employee becomes totally disabled while covered by this plan under this provision, the elimination period will commence on the date such an employee is scheduled to return to active full-time employment.

Employees who have sufficient seniority and who request continuation of coverage under this plan during a period of layoff will be required to pay their portion of the plan premium.

12. Contributions

a) Cost to be sixty percent (60%) company paid and forty percent (40%) employee paid

b) Contributions are to be waived when an employee is in receipt of LTD payments.

13. Conditions for Implementing the Plan

- a) The Long Term Disability Plan is payment in kind of the employee's share of the reduction in the Employment Insurance (EI) Premium resulting from the qualification of the Weekly Indemnity Plan under the Employment Insurance Regulations. The full EI premium reduction including the employee 5/12 share will be retained by the employer.
- b) When an employee becomes totally disabled under this plan he will be paid any outstanding entitlement with respect to vacations, supplementary vacations, statutory holidays, and banked overtime.

Upon commencement of LTD benefits all terms and conditions of the Collective Agreements will become inoperative except where provided for in Article 13 of this Plan Summary.

- c) The following will also pertain:
 - Negotiated wage increases or subsequent increases in plan benefits will not affect employees on LTD benefit.
 - ii) Employees in receipt of LTD benefits from this plan will continue to accrue credit under the Pulp and Paper Industry Pension Plan provided such employees are not in receipt of a disability pension under the Pulp and Paper Industry Pension Plan.
 - iii) Employees in receipt of disability payments from this plan will continue to be covered under his employer's medical, extended health and dental plans. Coverage under the employer's group life and AD&D plans will also continue in accordance with the conditions of those plans.

For employees who commence receipt of disability benefits under the LTD Plan on or after September 1st, 1988, the premium waiver provisions for Group Life will end at the earlier of retirement or termination of LTD disability benefits.

- iv) An employee returning to work from an LTD claim will return to a job that his seniority, qualifications and ability to perform the work properly entitle him to.
- v) Active claims as referred to in Section 12 of Exhibit C of the Labour Agreement between Unisource Canada, Inc., a Veritiv company (Annacis),

and Unifor Local 433, will be defined as that period of time during which an employee is in receipt of WI payments only.

d) Dental Plan:

Benefits

i) Diagnostic Services

All necessary procedures to assist the dentist in evaluating the existing conditions to determine the required dental treatment, including:

- Oral examinations
- Consultations
- X-Rays [complete mouth x-rays will be covered only once (1x) in a three (3) year period].

ii) Preventative Services

All necessary procedures to prevent the occurrence of oral disease, including:

- Cleaning and scaling
- Topical application of fluoride
- Space maintainers

iii) Surgical Services

All necessary procedures for extractions and other surgical procedures normally performed by a dentist.

iv) Restorative Services

All necessary procedures for filling teeth with amalgam, synthetic porcelain, and stainless steel crowns. Gold inlays or onlays will be provided as a filling material only when teeth, in the professional opinion of a dentist, cannot be restored with any of the above materials. Gold foil will be provided only in cases of repair to pre-existing gold restorations.

v) Prosthetic Repairs

All necessary procedures required to repair or reline fixed or removable appliances.

vi) Endodontics

All necessary procedures required for pulpal therapy and root canal filling.

vii) Periodontics

All necessary procedures for the treatment of tissues supporting the teeth.

- viii) Prosthetic Appliances and Crown and Bridge Procedures
 - a) Crowns and bridges;
 - b) Partial and/or complete dentures, but not more than once (1x) in five (5) years.

ix) Orthodontics

The services of a certified orthodontist registered as such by the College of Dental Surgeons of British Columbia only after the patient has been covered continuously for twelve (12) months. Appliances lost, broken or stolen will not be replaced.

These services are available for the employee, the employee's spouse and dependent children. However, dependent children will be covered to their 19th birthday only.

The maximum lifetime benefit is three thousand dollars (\$3,000.00) per person for all services provided by an Orthodontist.

Co-Insurance

i) With respect to benefits (i) to (vii), the plan will provide reimbursement of eighty percent (80%) of eligible expenses.

Benefits (viii) and (ix) will be subject to fifty percent (50%) co-insurance.

ii) The insurance carrier will make payment on behalf of the employee to the dentist rendering services, or at the dentist's option make payment to the member for covered dental services in accordance with the terms of the dental plan.

EXTENDED HEALTH CARE (MEDICARE SUPPLEMENT)

The Company's Health Plan is designed to supplement the benefits provided by your provincial hospital and Medicare programs. It helps pay the cost of most hospital and medical expenses incurred by you and your eligible dependents.

After a Calendar Year Deductible of twenty-five dollars (\$25.00), for both single and family coverage, the plan pays eighty percent (80%) of covered expenses, except for out-of-province hospital expenses which are paid at one hundred percent (100%).

The overall lifetime maximum benefits payable will not exceed one hundred fifty thousand dollars (\$150,000).

COVERED EXPENSES

This section should be read in conjunction with the "General Provisions" section entitled "Exclusions". Before incurring any major expenses you may submit details to the Claims Department of the Plan Administrator which will inform you what benefits, if any, are available under the plan.

Covered expenses included under the plan are the charges which you are required to pay for the following services and supplies received while you are covered, for the treatment of nonoccupational injuries and illnesses.

HOSPITAL BOARD AND ROOM AND OTHER NECESSARY SERVICES AND SUPPLIES up to the difference between the hospital's daily charge for standard ward and average private accommodation.

DRUGS AND MEDICINES obtainable only upon a physician's prescription and dispensed through a registered pharmacist, (i.e. those drugs that legally require a written prescription to be purchased), except for drugs and amounts eligible for reimbursement under any Provincial plan.

PROFESSIONAL AMBULANCE SERVICE when used to transport the individual from the place where he is injured by an accident or stricken by a disease to the first hospital where treatment is given, or from a hospital to a convalescent hospital. No other expenses in connection with travel are included.

OUT-PATIENT HOSPITAL SERVICES AND SUPPLIES in connection with:

- use of examination or operating room,
- drugs, dressings or casts,
- anaesthesia in connection with the performance of a surgical procedure but not charges made by a resident physician or intern of a hospital.

REGISTERED GRADUATE NURSES (R.N.) SERVICES while the patient is not confined to a hospital, up to a maximum of thirty (30) days in any calendar year. The nursing service must have been ordered by a physician as medically necessary and requiring the specialized training of a registered nurse. The nurse must not ordinarily reside in the employee's home or be a member of the family.

TREATMENTS BY A PROVINCIALLY LICENSED CHIROPRACTOR, NATUROPATH, OR PODIATRIST. However, no benefit will be paid for any charges while the individual is entitled to similar benefits under any provincial health plan regardless of whether the provincial plan pays all or only part of such charges.

Maximum benefits payable per calendar year:

Chiropractor Naturopath	}	\$300 for all such charges combined
Podiatrist	}	\$100

TREATMENTS BY A MASSEUR, PHYSIOTHERAPIST, SPEECH THERAPIST OR ACUPUNCTURE PRACTITIONER who is duly qualified, registered and legally engaged in the practice of such services, provided such services, by duration and type, have been prescribed by a physician.

Maximum benefits payable per calendar year:

Masseur Physiotherapist	}	211	\$300 for all such charges combined
Speech Therapist Acupuncture	}		\$100 per type of practitioner

DIAGNOSIS, ASSESSMENT AND TREATMENT BY A PERSON DULY QUALIFIED, REGISTERED AND LEGALLY ENGAGED IN THE PRACTICE OF PSYCHOLOGY on the written recommendation of a physician, but not more than one hundred dollars (\$100.00) per calendar year.

OUT OF PROVINCE EMERGENCY TREATMENT

- charges incurred, while travelling or on vacation outside the individual's home Province for periods of not more than six (6) weeks, provided part of the charge is payable under the individual's Provincial Health Plan, that are:
- hospital charges, but not beyond ninety (90) days, for;
- room and board in excess of the ward rate under the individual's Provincial Health Plan, up to average semi-private, provided part of the charge is payable under such plan; and

- other in-patient and out-patient medical services; and
- reasonable and customary charges for the area in which they are incurred, that are in excess of the amount payable under the individual's Provincial Health Plan for:
- a licensed doctor (M.D.);
- professional licensed ambulance service, including air or rail ambulance service, to transport the individual back to a hospital within his home Province, provided prior approval is obtained from the Plan Administrator; and
- blood, blood products and their transfusion.

RENTAL OF DURABLE MEDICAL OR SURGICAL EQUIPMENT.

ARTIFICIAL LIMBS AND EYES, CRUTCHES, SPLINTS, CASTS, TRUSSES AND BRACES FOR BACK, NECK, ARM OR LEG, including replacement due to a change in physical condition when prescribed or ordered by the attending physician.

ORTHOPAEDIC SHOES AND ORTHOTIC DEVICES when recommended by a physician, but not more than six hundred dollars (\$600.00) in any calendar year [two hundred (\$200.00) for children].

HEARING AID(S) excluding batteries, when recommended by an otolaryngologist but not more than four hundred dollars (\$400.00) in any forty-eight (48) month period.

ACCIDENTAL DENTAL WORK performed by a dentist for the prompt repair of sound natural teeth required as a result of a non-occupational accidental injury, external to the mouth.

ANAESTHESIA, OXYGEN, BLOOD AND BLOOD PRODUCTS.

DIAGNOSTIC LABORAORY AND X-RAY EXPENSES.

VISION CARE EXPENSES for the following supplies recommended by a legally qualified ophthalmologist or optometrist every twenty-four (24) months.

payment for lenses and frames or for contact lenses but with a maximum payment of four hundred dollars (\$400) which may be used for laser surgery and/or eye exams.

No benefits are payable for:

- safety glasses
- sunglasses

Collective Agreement between Veritiv Canada, Inc., and Unifor Local 433

- sports glasses
- anti-reflective coatings, or tinting.

LETTER OF UNDERSTANDING #1

BETWEEN:
UNIFOR LOCAL 433
hereinafter referred to as "the Union"
AND:
VERITIV CANADA, INC.
hereinafter referred to as "the Company"

Re: AGENCY EMPLOYEES

The Company and Union agree that only full time employees will be employed in the bargaining unit however, when a need for overtime arises and there are either no volunteers or not enough volunteers, and/or when there are members on layoff who do not respond to a call in, then the Company may utilize "Agency Employees". Agency employees will be subject to the following:

- Agency employees will not be used to fulfill full time, ongoing operational needs. They
 will only be utilized when the Company is either unable to get enough volunteers for
 overtime or when members on layoff do not respond to a call in.
- 2. At no time will the total agency employee workforce in the plant number more than 7% of the total bargaining unit workforce. As well, the number of agency employees working will not be more than the number of employees who have turned down overtime or who do not respond to a call in.
- 3. Agency employees will only perform work in the warehouse person classification. It is intended that agency employees will operate walkies when walkie work is available.
- 4. The hiring and/or use of agency employees will not result in any reduction in the regular work force, and no employee will be terminated, laid off, or have their regularly scheduled work day or regularly scheduled work week reduced or modified as a result of the use of agency employees.
- 5. Laid off employees will have the first right of recall before any agency employee is called in to work. Laid off employees may indicate their willingness to be considered on this basis by calling the supervisor by Monday at 6:00 A.M. on a weekly basis. Should the opportunity arise the laid off employees will be called in order of seniority and offered the available opportunity. Coverage of the hours does not extend recall rights unless the employee works sixteen (16) or more hours in a workweek.
- 6. Regular, full time employees will have first right of refusal for any overtime opportunities.

7. It is agreed that nothing in this Letter of Understanding gives the Union either more or less rights on the issue of contractors or contracting.

The Use of Agency Employees

The parties agree to meet during the term of the Collective Agreement in an effort to review the current use of agency employees and discuss alternative ways to cover off the work without the sole utilization of contracting out.

Any new process agreed to must be in writing and mutually agreed to by the parties; any change to a new process must be ratified by secret ballot amongst the unionized membership. If no mutual agreement is reached then the existing language and process shall remain in full force and effect.

LETTER OF UNDERSTANDING #2

BETWEEN:
UNIFOR LOCAL 433
hereinafter referred to as "the Union"
AND:
VERITIV CANADA, INC.
hereinafter referred to as "the Company"

Re: WELFARE PLAN REVIEW

The Parties agree to meet during the term of the renewed agreement to review the benefit package with the intent of determining if the language should remain in the Agreement.