Northern California Sort Rider Agreement between Teamster Local Union Nos. 70, 87, 137, 150, 287, 315, 386, 431, 439, 490, 533, 665, 856, 890, 912, 948, 2785 and United Parcel Service For the Period: August 1, 2013 through July 31, 2018 **ও**ক্ষ্মি)।

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Article 1

#### AGREEMENT

#### Agreement for the period of August 1, 2013 through July 31, 2018

This agreement has been entered into between UNITED PARCEL SERVICE, INC., or its successors, hereinafter referred to as the Employer and the below listed Local Unions of the INTERNATIONAL BROTHERHOOD OF TEAMSTERS, CHAUFFEURS, WARE-HOUSEMEN AND HELPERS OF AMERICA, hereinafter referred to as the Unions:

70, 87, 137, 150, 287, 315, 386, 431, 439, 533, 665, 856, 890, 912, 948, 2785.

The Union consists of any Local Union which may become a party to this Agreement and any Addenda hereinafter set forth. Such Local Unions are hereinafter designated as "Local Union".

#### **ARTICLE 1 - UNION SECURITY**

#### SECTION 1 – RECOGNITION

The Employer recognizes and acknowledges that the Local Unions, jointly and collectively, are the exclusive representatives of all employees in the classifications set forth in the Wage Schedule in this Agreement or Addenda thereto and shall constitute a single bargaining unit.

#### SECTION 2 - UNION MEMBERSHIP

(a) All present employees who are members of the Local Union on the effective date of this subsection or on the date of execution of this Agreement, whichever is the later, shall remain members of the Local Union in good standing as a condition of employment. All present employees who are not members of the Local Union and all employees who are hired hereafter shall become and remain mem-

# Article 1

bers in good standing of the Local Union as a condition of employment on and after the thirty-first (31st) day following the effective date of this subsection or the date of this Agreement, whichever is the later. An employee who has failed to acquire or thereafter maintain, membership in the Union as herein provided, shall be terminated seventy-two (72) hours after his Employer has received written notice from an authorized representative of the Local Union, certifying that membership has been, and is continuing to be, offered to such employee on the same basis as all other members and, further, that the employee has had notice and opportunity to make all dues or initiation fee payments. This provision shall be made and become effective as of such time as it be made and become effective under the provisions of the National Labor Relations Act, but not retroactively.

(b) When the Employer needs additional employees, the Employer shall give the Local Union equal opportunity with all other sources to provide suitable applicants, but the Employer shall not be required to hire those referred by the Local Union. Business agents and/or the Steward shall be permitted to attend new employee orientations. The Company, on a monthly basis, will send any change of classification from part time to full time, new hires, transfers, and terminated employees to the affected local union.

(c) No provision of this Article shall apply in any state to the extent that it may be prohibited by State law. If under applicable State law additional requirements must be met before any such provisions may become effective, such additional requirements shall be first met. If any agency shop clause is permissible in any state where the provisions of this Article relating to the Union Shop cannot apply, the following Agency Clause shall prevail:

(1) Membership in the Local Union is not compulsory. Employees have the right to join, not join, maintain, or drop their membership in the Local Union, as they see fit. Neither party shall exert any pressure on, nor discriminate against, an employee as regards such matters.

(2) Membership in the Local Union is separate, apart and distinct from the assumption by one of his equal obligation to the extent that he receives equal benefits. The Local Union is required under this Agreement to represent all of the employees in the bargaining unit fairly and equally without regard to whether or not an employee is a member of the Local Union. The terms of this Agreement have been made for all employees in the bargaining unit and not only for members in the Local Union, and this Agreement has been executed by the Employer after it has satisfied itself that the Local Union is the choice of a majority of the employees in the bargaining unit. Accordingly, it is fair that each employee in the bargaining unit pay his own way and assumes his fair share of the obligation along with the grant of equal benefits contained in this Agreement.

(3) In accordance with the policy set forth under subparagraphs (1) and (2) of this Section, all employees shall, as a condition of continued employment, pay to the Local Union the employee's exclusive collective bargaining representative, an amount of money equal to that paid by other employees in the bargaining unit who are members of the Local Union, which shall be limited to an amount of money equal to the Local Union's regular and usual dues. For the present employees, such payments shall commence thirty-one (31) days following the effective date or on the date of execution of this Agreement, whichever is the later, and for new employees, the payment shall start thirty-one (31) days following the date of employment.

(d) If any provision of this Article is invalid under the law of any state wherein this Agreement is executed, such provision shall be modified to comply with the requirements of state law or shall be renegotiated for the purpose of adequate replacement. If such negotiations shall not result in mutual satisfactory agreement, either party shall be permitted all legal or economic recourse.

(e) In those instances where Subsection (b) hereof may not be validly applied, the Employer agrees to recommend to all employees that they become members of the Local Union and maintain such memberships during the life of this Agreement, to refer new employees to the Local Union representative, and to recommend to delinquent members that they pay their dues since they are receiving the benefits of this Agreement.

(f) To the extent such amendments may become permissible under applicable federal and state law during the life of this Agreement, as a result of legislative, administrative, or judicial determination, all of the provisions of this Article shall be automatically amended to embody the greater Union Security provisions.

# **SECTION 3 - DUES CHECKOFF**

The Employer agrees to deduct from the pay of all employees covered by this Agreement the dues, initiation fees and/or uniform assessments of the Local Union having jurisdiction over such employees and agrees to remit to said Local Union all such deductions prior to the end of the month for which the deduction is made. Where laws require written authorization by the employee, the same is to be furnished in the form required. The Local Union shall certify to the Employer in writing each month a list of its members working for the Employer who have furnished to the Employer the required authorization, together with an itemized statement of dues, initiation fees (full or installments) or uniform assessments owed and to be deducted for such month from the pay of such member, and the Employer shall deduct such amount from the first (1st) paycheck following receipts of statement of certification of the member and remit to the Local Union in one lump sum. The Employer shall add to the list submitted by the Local Union, the names of all regular new employees hired since the last list was submitted and delete the names of employees who are no longer employed.

Where an employee who is on check off is not on the payroll during the week in which time the deduction is to be made, or has no earnings or insufficient earnings during that week, or is on leave of absence, the employee must make arrangements with the Local Union to pay such dues in advance.

The Employer will recognize authorization for deductions from wages, if in compliance with state law, to be transmitted to the Local Union.

No such authorization shall be recognized if in violation of federal or state law. No deduction shall be made which is prohibited by applicable law. In the event that an Employer has been determined to be in violation of this Article by the decision of an appropriate grievance committee, and if such Employer subsequently is in violation thereof after receipt of seventy-two (72) hour's written notice of specific delinquencies, the Local Union may strike to enforce this Article. However, such strike shall be terminated upon the delivery thereof. Errors or inadvertent omissions relating to the individual employees shall not constitute a violation.

Check off shall be on a weekly, monthly or quarterly basis at the option of the Union.

Check off shall be optional with each Local Union.

# **ARTICLE 2 - HIRING PROCEDURES**

# SECTION 1 - LICENSE REQUIREMENTS

No employee or applicant for employment shall be required to possess a driver's license unless such license be required by law for the type of work actually performed by the employee, which shall be specified by the Employer to the Hiring Hall and/or Local Union. In any such case, a classification of driver's license higher than that imposed by law shall not be required.

# **SECTION 2 - EXCLUSIVE HIRING**

(a) Hiring Hall: Whenever the Employer requires workers, the Em-

ployer shall notify the Local Hiring Hall, either in writing or by telephone, stating the location, starting time, and approximate duration of the job, the type of work to be performed, and the number of workers required.

(b) No Hiring Hall: In a Local Union territory in which no Hiring Hall is maintained, the following procedure shall apply:

(1) When new or additional employees are needed, the Employer shall furnish to the Union an H.R.I.S. listing to include locations of UPS jobs, rate of pay, classification, shift, (this is subject to the capabilities of the H.R.I.S. System) and notify the Local Union in that area of the number and classification of employees needed and the Local Union shall have reasonable opportunity to refer applicants for vacancies to be filled. In the event that the Local Union has no applicants to refer or applicants referred by the Local Union are not hired, the Employer agrees, within twenty-four (24) hours of the date of hiring, to notify the Local Union of the name or names of the persons hired, their addresses, social security numbers, and shift. Stewards shall have the right to check all new employees for referral slips.

The Employer shall furnish to the Union an H.R.I.S. listing to include locations of UPS jobs, rate of pay, classification and shift, (this is subject to the capabilities of the H.R.I.S. System).

(2) In hiring to fill vacancies for positions, the Employer will give preference to applicants for employment who have had previous experience in the Local Union area and in the work covered by the classifications to be filled.

(c) The Employer shall notify the Union on a monthly basis of all terminated employees.

### SECTION 3 - HIRING STANDARDS

Upon such receipt of notice, the Local Hiring Hall shall endeavor to furnish the applicants requested. Selection of applicants for referral to jobs shall be on a nondiscriminatory basis and shall not be based on, or in any way affected by, Union membership, bylaws, rules, regulations, constitutional provisions, or any other aspect of Union membership, policies, or requirements. Such selection will be made on the following basis:

(a) The Local Hiring Hall shall maintain a list of all persons seeking jobs who have been employed on the type of work and in the geographical area covered by the Local Hiring Hall and by this Agreement for a period of at least one (1) year, which list shall hereinafter be called "List A." The Local Hiring Hall shall maintain a separate list of all persons seeking jobs who do not meet that requirement which list shall hereinafter be called "List B."

(b) Such persons' names shall be entered on said list in the order in which they notify the Local Hiring Hall of their availability for jobs.

(c) After each person's name shall be entered a designation corresponding to the type or types of work which the person is qualified to perform. Each person at the time of applying for a job shall indicate their own qualifications and such indications shall be conclusive unless the Employer, to whom such person is dispatched, reports to the Local Hiring Hall that in the Employer's opinion the person is not qualified. In such event such person shall be required to take an objective examination given by the Hiring Hall Committee, and if such person fails such examination, said person shall not be entitled to preference on the type of work involved until said person passes such examination at a regular time set therefore.

(d) In dispatching, preference shall be given to persons on List A. Within each list, preference shall be given to those whose designations correspond to the type of work involved, in the order in which

their names appear on the list. If there are not sufficient people on "List A" whose designations correspond to the type of work involved, preference shall be given to other persons on said list in the order in which their names appear, and the same procedure shall be followed with List B, should the names on "List A" be exhausted. The dispatcher need not dispatch a person next in order if such person is, because of obvious physical incapability, unable to perform the work involved.

(e) The Employer may call for a person by name only:

(1) If the person is registered on List A in the Hiring Hall in the area in which such person is to be employed; and

(2) If the person has previously been employed by the Employer; and

(3) If the person is available for work.

# **SECTION 4 - REFERRAL**

For each person dispatched, the Local Hiring Hall shall send to the Employer, with the person or by mail, a written referral slip. The Employer shall have the right to reject any job applicant referred by the Local Hiring Hall, provided that the Employer shall in no way discriminate against persons because of Union membership or activities.

# **SECTION 5 - NOTIFICATION**

(a) Casual Employees: For casual employees who work on a day-today basis, the Local Hiring Hall shall immediately supply such help to the Employer upon notice by the Employer that such casual employees are needed. In the event such casual help is not immediately available or the Local Hiring Hall is closed, the Employer may then hire such casual workers from any other available source. The Employer shall hire all casual or extra help in accordance with the terms of the hiring procedure outlined in the Local Union territorial jurisdiction where the work is performed. However, where there is heavy demand for casual or extra helpers in areas where loading and unloading is done, such casual or extra helpers may be permanently assigned to such areas.

(b) Regular Employees: If the Local Hiring Hall is unable to furnish qualified regular employees within forty-eight (48) hours after the Employer calls for them, the Employer shall be able to procure such employees from any other source. In such event the Employer shall, within twenty-four (24) hours of the time of hiring notify in writing the Local Union maintaining the Hiring Hall in that area of the name, address, social security number, and place of last employment of any employee so hired.

### SECTION 6 - HIRING HALL COMMITTEE

There shall be established a Hiring Hall Committee, composed of three (3) Union representatives and three (3) Employer representatives, which shall have the power to make and promulgate rules and regulations for the operation of Hiring Halls which are not inconsistent with the terms of this Agreement including rules or procedures for its own operation.

#### SECTION 7 - APPEAL AND ARBITRATION

Any disputes between the Union and the Employer with regard to the operation of the Hiring Hall shall be referred to the Hiring Hall Committee for settlement, and if the Committee is unable to agree, they may be referred by either party to an impartial umpire. Any person, who believes they have not been referred in accordance with the provisions of this Agreement or with the rules and regulations of the Hiring Hall Committee, may appeal to that Committee and the Committee may, by majority vote, reverse any decision of the Local Hiring Hall with respect to referral. If a person appeals to the Committee and the Committee does not reverse the decision of the Local Hiring Hall, or if a person, who has been disqualified from preference by failing an examination, believes that the examination was administered unfairly, or in a discriminatory manner, such person may appeal to an impartial umpire selected jointly by the Committee and said person. If the Committee and the individual are unable to agree on the identity of an impartial umpire, an umpire shall be selected by the Mediation and Conciliation Service of the State of California from among those persons who have had special experience in labor arbitrations. The cost of such umpire, and of the hearings, shall be borne by the Union and/or the individual, in the discretion of the umpire. The umpire's decision shall be final and binding upon all parties.

# **SECTION 8 - POSTING**

The foregoing provisions, together with any rules or regulations promulgated by the Hiring Hall Committee, shall be posted by the Employer and by the Union in all places where notices to employees and applicants for employment are customarily posted, including the bulletin board of the Union.

# **ARTICLE 3 - SENIORITY AND LAYOFFS**

# SECTION 1 - PROBATIONARY PERIOD/TRIAL PERIOD

(a) Employees transferring from part-time to full-time who are attempting to qualify as a package car driver shall have a thirty (30) working day trial period to qualify and may have up to an additional ten (10) working days at the beginning of his/her trial period, which may result in a total trial period of up to forty (40) working days, provided that all such additional time is spent in classroom training.

A new part-time employee shall attain seniority when he/she has worked seventy (70) days within a six (6) consecutive month period. Prior to attaining seniority, as defined in this Section, the employee shall be considered a probationary employee and may be discharged without such discharge being subject to the grievance procedure. However, the employer shall not discharge or otherwise discipline a probationary employee for purposes of evading this provision or discrimination against Union members. Upon completion of the probationary period, the employee shall be given a seniority date as of his/her first day worked within a six (6) month period.

(b) Seniority order for all purposes for employees with common hiring dates shall be determined by the drawing of lots. Such drawing shall be made in the presence of a Union representative and an Employer representative.

# SECTION 2 - APPLICATION OF SENIORITY

Each Hub Sort or Delivery Center shall post a separate part-time seniority list. Where more than one (1) Hub Sort or Delivery Center is operating within a United Parcel Service building, seniority for all part-time employees by Local Union will be integrated only for the purpose of layoff and rehire and for eligibility to qualify for higher straight- time hourly rate jobs.

In the reduction of forces due to the slackness of work, the last employee hired shall be the first (1st) employee laid off, and in rehiring, the last employee laid off shall be the first (1st) employee rehired until the list of former employees is exhausted.

Seniority shall be considered broken by:

(a) Discharge for just cause;

(b) Resignation;

(c) Twenty-four (24) consecutive months of unemployment; thirty-six (36) consecutive months of unemployment for employees with three (3) or more years of service; or (d) Failure to comply with the seventy-two (72) hour recall notice as set forth in Section 4 of this Article.

Leaves of absence granted by the Employer, and temporary layoffs, shall not interrupt the continuity of seniority.

# **SECTION 3 - NOTICE OF LAYOFF**

All employees are to be given notice posted on a bulletin board of impending layoffs not later than the beginning of the last shift worked prior to the commencement of such layoffs. It is the responsibility of the employer to notify by phone, any affected employees that are not working the day of the posting. All phone calls will be verified by a shop steward of the Local Union and a log be maintained. It is the responsibility of the employee to insure his/ her contact information is accurate. The Union will be provided a copy of the layoff notices by fax or by email on the same day they are posted. The above notice of layoff shall not apply during any emergency beyond the Employer's control, provided notification is given to the employee at least one (1) hour prior to the start of the employee's shift.

#### **SECTION 4 - REHIRE PROCEDURE**

Employees on the first (1st) day of any layoff shall report to the Local Hiring Hall not later than 7:30 a.m. the following morning and shall be dispatched to the Employer if the Employer requires additional help on that day. Failure of such employees to be dispatched to the Employer (if additional help is required) because said employees were not available at the Local Hiring Hall shall relieve the Employer of any liability for pay of those employees who do not work on that day, providing the Employer calls such employees in the order of their seniority.

Where the Local Union does not maintain a Hiring Hall, employees laid off for one (1) day shall report directly to the Employer by phone or in person within one and one- half (l 1/2) hours of, but not later than thirty (30) minutes of the time their regular shift would begin for such work that might be available that day. Failure to so report shall relieve the Employer of any liability for pay for those employees who do not work that day, providing the Employer works such employees who so reported in the order of their seniority.

The Employer shall not lay off any employee under this Article unless the Employer has evidence that no work shall be available for such employees the following workday.

In the event of a lay off in excess of one (1) day, an employee so laid off shall be restored to regular duty according to seniority; provided the employee reports to the call of the Employer, which shall be communicated to the employee at their last known address as filed with the Employer, by certified mail and to the Local Union by certified mail, and reports for duty within seventy-two (72) hours, exclusive of Saturdays, Sundays, or holidays, from the time of the dispatch of such call. If the employee fails to respond as set forth above, the Employer shall advise the employee by certified mail, with a copy to the Local Union, that the employee's failure to report for duty has removed said employee from the seniority list, thus terminating employment with United Parcel Service. The giving of said call shall fulfill the obligation of the Employer under the provisions of this Agreement. All unanswered phone calls to laid-off employees shall be verified by a person designated by the Local Union whenever practical.

A committee named by the parties will establish more precise definitions under this Section to describe current practices and application thereof.

#### SECTION 5 - FILLING HIGHER PAID POSITIONS

In filling higher paid positions under this Agreement, employees working in other classifications under the jurisdiction of this Agreement shall be given reasonable trial up to thirty (30) days on the basis of seniority to demonstrate their ability in which to qualify for such positions. All testing and qualifying to be done on an equally scheduled and reasonable basis on company time, except for road tests taken at the employee's regular assigned location by part-time employee's applying for full-time positions.

Employees qualifying for package car positions shall receive a weekly accounting of their performance. This accounting shall be in written form in the presence of a Shop Steward.

(a) Integrated Seniority: In the event of the sale, transfer, or merger of companies, one (1) or both of which are parties to this Agreement, the employees of the company or companies party to this Agreement will establish seniority in the new operation by integration based upon the original date of hire recognized by the last employer. Such integration is to apply where the company operations or terminals involved in the sale, transfer, or merger are entirely within the territorial jurisdiction of one (1) Local Union covered by this Agreement.

### SECTION 6 - CLOSED OR PARTIALLY CLOSED CENTERS OR HUBS

Whenever a center or hub is closed or partially closed, the employees affected will be entitled to follow the work and their seniority will be dovetailed in the new location. In the event the employees affected elect not to follow the work, it shall be offered to the other employees at the center or hub in seniority order. In the event no employee elected to follow the work and it becomes necessary to reduce the working force, the provisions of Article 3, Section 2-Application of Seniority, shall apply. In the event of closing or partially closing any hub or operating center, the Employer shall notify the Union of its intent and post the amount and type of positions affected and the date of such contemplated action at least thirty (30) days in advance. (a) Transfers: In cases of proven need it is agreed by the Employer and the Local Union involved, that an employee shall be permitted to transfer from one (1) company facility to another, provided said employee has a Transfer Request Form on file stating his/her reasons and desired facility into which they wish to transfer. Any such transfer shall take place only within the area covered by the Northern California Supplemental Agreement and only prior to hiring from the outside. Any such transfers shall be limited to four (4) people, two (2) full-time and two (2) part-time, per year per destination facility. Such employees shall retain company seniority for the purpose of fringe benefits but shall be placed at the bottom of the appropriate seniority list. It is the employee's responsibility to verify all benefits at the requested transfer location. Benefits may vary by state and location. The medical, dental, vision, retiree medical coverage and pension rates may be less or non-existent in the location you desire. Contact the Local Union having jurisdiction over the area you wish to transfer to for all information pertaining to the area benefits.

(b) Election of shift transfer: Qualified part-time employees with six (6) months or more seniority may bid permanent vacancies and new permanent jobs on a different shift in all months except October, November and December.

Up to twenty five percent (25%) of the employees of a given Sort shall be allowed to bid shifts in any calendar year. An employee electing to bid shift shall remain on such shift for at least six (6) months.

For layoffs in excess of one (1) day, seniority on separate shifts will be integrated for the purpose of layoff and rehire.

#### SECTION 7 - JOB SENIORITY IN REASSIGNMENT

Once an employee has established seniority in a classification and is reassigned to a lower paid classification, such employee shall continue to be compensated at the higher wage scale if job seniority Article 3

is not observed in the reassignment. However, when employees at their own request are placed in a lower paid classification, they shall be paid at the rate of pay of the lower classification.

### **SECTION 8 - SENIORITY LIST**

The Employer shall post and maintain a current seniority list at all times in a conspicuous place at each operating center. Said list shall be considered to be correct as posted unless a protest is registered with the Employer and the Union within thirty (30) days from date of posting. At the time of posting, a copy will be faxed or mailed to the Local Union, or e-mailed upon request of the Local Union.

# **SECTION 9 - LOCATION SENIORITY**

All seniority provided for above shall be based on the length of service of the employees at the location involved. Location seniority shall not affect an employee's seniority with the Company for the purpose of fringe benefits.

Where more than one (1) operating center is located within a United Parcel Service building, seniority for all employees will be integrated for the purpose of layoff and rehiring and for eligibility to qualify for higher straight time hourly rate jobs.

# SECTION 10 - SENIORITY AND JOB ASSIGNMENTS

All preferred and higher straight-time hourly rate jobs shall be offered to all employees in seniority order. The bidding practice in each area will be maintained. The Local Union will be provided copies of all bids and a list of successful bid winner(s).

The opening shall be posted for five (5) working days, including the rate of pay. Employees shall receive the higher rate of pay during the qualifying period, which shall be no more than thirty (30) working days. Once having accepted a bid position, an employee may not

request a change until such employee has remained in the position for a period of six (6) months, except to exercise seniority to qualify for a higher paid position.

Employees on approved leave shall not be deprived of their seniority selection rights.

The successful selector shall be assigned within five (5) days of the completion of the selection process.

### SECTION 11 - RECOGNITION OF SENIORITY

The company recognizes that the principles of seniority will be given prime consideration in the everyday operation of the business.

### **ARTICLE 4 - DISCHARGE OR SUSPENSION**

Any employee may be discharged or suspended for just cause subject to the provisions and procedures contained in Article 7.

# **ARTICLE 5 - DISCRIMINATION**

#### SECTION 1 - DISCRIMINATION IN EMPLOYMENT

The Union and the Employer agree not to discriminate against any individual with respect to hiring, compensation, terms, or conditions of employment because of such individual's race, color, religion, sex, national origin, or age, nor will they limit, segregate, or classify employees in any way to deprive any individual employee of employment opportunities because of race, color, religion, sex, national origin, or age.

#### **SECTION 2 - UNION ACTIVITIES**

Any employee member of the Union acting in any official capacity whatsoever shall not be discriminated against for his acts as such officer of the Union, so long as such acts do not interfere with the conduct of the Employer's business, nor shall there be any discrimination against any employee because of union membership or activities.

# SECTION 3 - NON-DISABLING HANDICAP

At no time while this Agreement is in force shall the Employer discharge, suspend, discipline or otherwise deal unjustly with or discriminate against, whether directly or indirectly, any employee solely by reason of such employee having incurred a non-disabling physical handicap, provided a physician mutually agreed upon certified, in writing, that such employee is physically able to perform regular duties.

# SECTION 4 - BLACKLISTING

The Employer shall not in any way establish, create, or become a party to a blacklist which may have as a purpose, prevention, or interference with the obtaining of employment by a member of the Union with any employer or company.

# **ARTICLE 6 - PROTECTION OF RIGHTS**

# SECTION 1 - PICKET LINES

It shall not be a violation of this Agreement and it shall not be cause for discharge or disciplinary action in the event an employee refuses to enter upon any property involved in a primary labor dispute, or refuses to go through or work behind any primary picket line, including the primary picket line of unions party to the Agreement, and including primary picket lines at the Employer's place of business, provided picket line is sanctioned by Joint Council No. 7.

# SECTION 2 - STRUCK GOODS

It shall not be a violation of this Agreement and it shall not be cause for discharge or disciplinary action if any employee refuses to perform any service which his Employer undertakes to perform as an ally of an Employer or person whose employees are on strike and which service, but for such strikes would be performed by the employees of the Employer or person on strike.

### **ARTICLE 7 - GRIEVANCE PROCEDURE**

### SECTION 1 – INITIAL HANDLING & TIME LIMITATIONS

(a) Initial handling: Any grievance or controversy affecting the mutual relations of the Employer and the Union shall first be taken up between the Local Union and the Employer. If, after thorough discussion between the parties, the matter is not resolved within five (5) days, exclusive of Saturdays, Sundays and holidays, after first being taken up, it shall be reduced to writing by the grieving party, copies shall be sent to the other party, and the case shall be referred to the United Parcel Service Labor-Management Committee and put on the agenda for its next regular meeting.

(b) Time Limitation: (Except as provided in Article 7, Section 4), all grievances, claims and disputes shall be submitted to the Labor-Management Committee within forty-five (45) days of the occurrence of the matter upon which the grievance, claim, or dispute is based. Any such grievance, claim, or dispute not submitted within such time shall be waived unless the joint Committee by majority vote for good cause accepts such submission, or unless either party has intentionally concealed the facts upon which the grievance, claim, or dispute is based. To expedite the equitable resolution of grievances, the Company agrees to make available for inspection, within five (5) days, all pertinent information when a request, in writing, is made by the Local Union. Article 7

# SECTION 2 – TEAMSTERS/UNITED PARCEL SERVICE LABOR MANAGEMENT COMMITTEE

(a) There shall be a Teamsters/United Parcel Service Labor-Management Committee composed of three (3) representatives of the Union and there shall be three (3) representatives of the Employer. None of these representatives shall be involved in the dispute.

The Committee shall formulate such rules of procedure as it may deem advisable and such rules of procedure will be made known to all parties under this Agreement.

Regular meetings of the Committee shall be held on the agreed upon day of each month to pass upon matters referred to it. If no cases are on the agenda, meetings may be canceled. If grievances develop which require more immediate action, the Committee may meet on any other date which may be agreed upon. The Committee shall be obligated to remain in session until the agenda is completed.

If the Employer fails to appear at the designated time and place of the hearing, such failure shall result in default decision against the Employer for cases which are on the agenda for that date. Default decisions against the Union involved shall likewise apply if a representative of the Union involved fails to appear.

A majority decision of the Committee shall be final and binding upon the parties. Any discharge or suspension case deadlocked by this Committee may be submitted to an impartial arbitrator by either the Employer or the Union. All other deadlocked cases shall be referred to a Western Region-UPS Committee as outlined in Section 2(b).

(b) The Western Region-UPS Committee shall be composed of three (3) representatives of the Union one (1) of whom shall be appointed by the Western Region Director, one (1) of whom shall be the negotiating Committee Chairman for the appropriate contract grieved, and one (1) shall be appointed by the Union Chairman, and three (3) representatives of the Employer, one (1) of whom shall be the Regional Labor Relations Manager, or his designee, and the other two (2) representatives designated by the Employer. Issues resolved at this level shall be final and binding. Any case deadlocked by the Committee will be referred to an International Teamster-UPS Committee composed of the President of the International Brotherhood of Teamsters and the Vice President of Labor Relations of UPS, or their designees. Issues resolved at this level shall be final and binding.

Any case deadlocked by this Committee may be submitted to arbitration by either the Employer or the Union.

# SECTION 3 - USE OF AN IMPARTIAL ARBITRATOR

The cost of the arbitration shall be borne jointly by the Employer and the Union, except for those individual expenses which the Union, or the Employer, may incur for the purpose of putting on their case.

#### SECTION 4 - HANDLING OF DISCHARGES OR SUSPENSIONS

Any case pertaining to a discharge or suspension shall be handled as follows:

(a) In discharge or suspension cases, the Company shall not proceed with any interrogation unless the employee being interrogated is provided with Union representation from his/her Local Union unless specifically waived by the employee, in writing, with a copy to the Union.

(b) In all cases, except theft, intoxication, use, sale, or possession of illegal narcotics and gross insubordination, each having occurred on the job, an employee to be discharged shall be allowed to remain on the job, without loss of pay, unless and until the discharge is

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sustained under the grievance procedure. In suspension cases, the employee shall be allowed to remain on the job, without loss of pay, unless and until the suspension is sustained under the grievance procedure. Notwithstanding the above, an employee who tests positive as a result of a DOT periodic test (in accordance with the National Master United Parcel Service Agreement for controlled substances) shall be offered an unpaid leave of absence for a drug rehabilitation program. If the employee refuses to participate in a drug rehabilitation program or fails to complete it satisfactorily, he/she shall be subject to disciplinary action. An employee shall have the right to return to work after satisfactorily completing the drug rehabilitation and aftercare program under the same guidelines as described.

(c) Within five (5) days of the occurrence of the alleged cause for discharge or suspension, the Employer shall give written notice by certified mail to the employee and to the Local Union of its decision to discharge or suspend the employee and such notice shall set forth the reason or reasons for the discharge or suspension. If the Employer fails to give such written notice within the specified five (5) day period, the right to discharge or suspend for that particular reason shall be waived. But this shall not preclude the Employer from introducing as evidence, should a subsequent discharge or suspension occur, any reason or reasons to substantiate unsatisfactory work performance arising out of circumstances which occurred during the nine (9) month period immediately preceding the date of discharge or suspension notice. However, in order for any such reason to be introduced by the Employer, the Employer must have given specific written notice by certified mail to the employee and to the Local Union of the circumstances giving rise to such reason within ten (10) days of the occurrences of the circumstances. Such written notice may not be submitted for consideration by the Labor-Management Committee except in cases in which the Employer has given the employee a notice of discharge or suspension and such notice shall not be subject to economic action by either the Union or the Employer. If the Local Union does not file with the joint secretaries of the Committee a written protest of the Employer's action within five (5) days, excluding Saturdays, Sundays and holidays from the time of receipt of the Employer's notice, the right to protest such discharge or suspension shall be waived.

(d) Should the Local Union file protest of the intended discharge or suspension within the time period set forth in subsection (c), then the case shall automatically he placed on the agenda of the Committee described in Section 2 above. Discharge and suspension cases referred to the Committee will be placed first (1st) on the agenda of the Committee provided that the Committee shall not hear the case until the five (5) days specified in subsection (c) have elapsed.

(e) If the Committee reaches a deadlock, either party may submit the matter to an impartial arbitrator for final decision. The selection of the arbitrator for a decision in discharge or suspension cases shall be made immediately upon such deadlock, and the arbitrator so selected shall hear the case in not more than ten (10) days, excluding Saturdays, Sundays, and holidays, from the date of the deadlock and render his decision in not more than ten (10) days from date of hearing of the case, excluding Saturdays, Sundays and holidays. The method of selection of the arbitrator shall be made as provided in Section 5.

# SECTION 5 - SELECTION OF AN IMPARTIAL ARBITRATOR

The parties shall choose an impartial arbitrator and the decision of the impartial arbitrator shall be final and binding on both parties. Said impartial arbitrator shall be selected from an agreed upon list mutually selected by the parties.

The Arbitrators mutually agreed to are:

- 3. Brogen, Margaret 4. Durick, Michael
- 5. Kagel, John 6. Staudohar, Paul
- 7. Winograd, Barry

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If any of the above becomes unavailable, the replacement shall be mutually agreed on within forty-five (45) days of knowledge.

After a toss of a coin to decide which party shall move first, the representative of the Employer and the representative of the Union shall alternately strike one (1) name from the list until one (1) name remains and such person shall be the arbitrator for the case. The last name stricken shall be the alternate arbitrator to serve in the event the first (1st) arbitrator is not available. This procedure shall be followed until there is an available arbitrator. It is understood that the time limits referred above may be waived by mutual agreement of the parties.

# **SECTION 6 - ARBITRATORS AUTHORITY**

The arbitration proceedings shall be governed by the following provisions:

(a) No briefs shall be submitted by the parties except if mutually agreed to:

(b) The arbitrator shall not render an expanded opinion in any case unless mutually requested by the Employer and the Union;

(c) The authority of the arbitrator shall be specifically limited to the matters submitted to the arbitrator and the arbitrator shall have no authority in any manner to amend, alter, modify, or change any provisions of this Agreement; and

(d) In discharge cases where the employee is removed off the job, the arbitrator will be required to either make a bench decision or render a decision in no more than ten (10) calendar days.

### **SECTION 7 - GRIEVANCE SETTLEMENTS**

All monetary grievance decisions or settlements shall be submitted

by separate check payable to the grievant or grievants and a copy of same sent to the Local Union for the records. Such settlements shall be paid within five (5) days of the settlement. If the Employer fails to make the payment available on the employee's fifth ( $5^{th}$ ) scheduled workday, the employee will be paid an additional amount equal to one-half (1/2) of his/her daily guarantee at his/her regular hourly rate for every full pay period in which the shortage is not paid after the fifth (5th) scheduled work day, until corrected.

#### **ARTICLE 8 - LEAVE OF ABSENCE**

### SECTION 1 - APPROVED LEAVE

Any employee desiring a leave of absence shall secure written permission from both the Local Union and the Employer. Except as otherwise provided in this Article, the maximum leave of absence shall be for ninety (90) days and may be extended for like periods. Written permission for such extended periods shall be secured from both the Union and the Employer. The first (1st) approved leave of absence plus approved extended leaves of absence shall not exceed a maximum time period of twelve (12) months. During an approved leave of absence, the employee shall not engage in gainful employment in the same industry. Leaves of ten (10) days or less do not require Union approval. Disputes concerning request for leaves of absence are subject to the grievance procedure.

Any employee who is unable to work because of sickness or injury shall be deemed to be on leave of absence. Such leave will not exceed three (3) years unless extended by written consent of the Union and the Employer. In the absence of such consent, a request for extension of such leave shall be subject to dispute procedure.

A leave of absence, as provided, shall not result in the loss of seniority rights. An employee shall be granted unpaid time off in emergency situations involving illness or accident of a member of the employee's immediate family up to fifteen (15) days.

# SECTION 2 – EFFECT ON VACATION/HOLIDAYS

Time off in excess of fourteen (14) days due to an approved leave of absence other than for sickness or injury shall not be accumulative for vacation purposes.

All regular employees off the job due to illness or injury shall accumulate vacation rights and holiday pay beginning with the date of illness or injury and continuing to the end of the month and two (2) months thereafter.

# SECTION 3 - HEALTH & WELFARE AND PENSION WHEN ON LEAVE

The employee may, if the employee desires to continue coverage, make suitable arrangements for continuance of health and welfare payments consistent with the health and welfare policy before the leave is approved by both the Union and the Employer. For employees on leave due to a non-job connected illness or injury, health and welfare payments shall be borne by the Employer up to a maximum period of six (6) months and pension payments shall be borne by the Employer for a period of six (6) months. For employees on leave due to an industrial injury, health & welfare and pension payments shall be borne by the Employer for a period of one (1) year.

It is agreed by the parties that Health and Welfare and Pension payments as provided for in this article are not predicated on "paid and/ or documented" illness. The Company reserves the right to send a seventy-two (72) hour notice in case of lack of communication from the employee. Failure of the employee to respond to said notice may subject the employee to a loss of benefits under this article.

# SECTION 4 - FAMILY LEAVE ACT

The Employer will comply with State and Federal laws regarding the Family Leave Act.

#### **ARTICLE 9 - STEWARDS**

The Employer recognizes the right of the Local Union to designate job stewards and alternates from the Employer's seniority list. The authority of job stewards and alternates so designated by the Local Union shall be limited to, and shall not exceed, the following duties and activities:

(a) The investigation and presentation of grievances with his Employer or the designated Company representative in accordance with the provisions of the collective bargaining Agreement;

(b) The collection of dues when authorized by appropriate Local Union action; and

(c) The transmission of such messages and information which shall originate with, and are authorized by, the Local Union or its officers provided such message and information:

1. Have been reduced to writing: or;

2. If not reduced to writing, are of routine nature and do not involve work stoppages, slowdowns, refusal to handle goods or any other interference with the Employer's business. Job stewards and alternates have no authority to take strike action, or any other action, interrupting the Employer's business except as authorized by official action of the Local Union. The Employer recognizes these limitations upon the authorized job stewards and their alternates, and shall not hold the Union liable for any unauthorized acts. The Employer in so recognizing such limitations shall have the authority to impose proper, nondiscriminatory discipline, including discharge. However, in the event the job steward, or the designated alternate, has led, instigated, or encouraged unauthorized strike action, slowdowns, or work stoppages in violation of this Agreement, he/she may be singled out for more serious discipline, up to and including discharge.

The job steward or the designated alternate shall be permitted reasonable time to investigate, present and process grievances on the company property without interruption of the Employer's operation; and where mutually agreed to by the Local Union and Employer, off the property or other than during their regular schedule without loss of time or pay. Such time spent in handling grievances during the job steward's or the designated alternate's regular working hours shall be considered working hours in computing daily and/or weekly overtime if within the regular schedule of the job steward or the designated alternate. The Employer recognizes the employee's right to be given requested representation by a steward or the designated alternate at such time as the employee reasonably contemplates disciplinary action. The Employer also recognizes the steward's right to be given requested representation by another steward or the designated alternate at such time as the steward reasonably contemplates disciplinary action.

#### **ARTICLE 10 - OPERATING REQUIREMENTS**

#### SECTION 1 - SAFETY AND JOB HEALTH

The Employer shall not require employees to take out on the street or highways any vehicle that is not in a safe operating condition or not equipped with the safety appliances prescribed by law. It shall not be a violation of this Agreement where employees refuse to operate such equipment unless such refusal is unjustified. All equipment which is refused because not mechanically sound or not properly equipped, shall be appropriately tagged so that it cannot be used by other drivers until the automotive maintenance department has adjusted the complaint.

Under no circumstances will an employee be required, or assigned, to engage in any activity involving dangerous conditions of work, or danger to person or property, or in violation of any applicable statute or court order, or in violation of a government regulation relating to safety of persons or equipment. The term, "dangerous conditions of work" does not relate to the type of cargo which is hauled or handled. Any employee involved in any accident shall immediately report said accident and any physical injury sustained. When required by his Employer, the employee, before the end of his shift, shall make out an accident report in writing on forms furnished by the Employer and shall turn in all available names and addresses of witnesses to the accident. Copies of the same shall be made available to the employee upon his request.

Employees shall immediately, or at the end of their shifts, report all defects of equipment on a suitable form furnished by the Employer. The Employer shall not ask or require any employee to take out equipment that has been reported by any other employee as being in an unsafe operating condition until same has been approved as being safe by the automotive maintenance department.

When the occasion arises where an employee gives written report on forms in use by the Employer of a vehicle being in an unsafe working or operating condition, and receives no consideration from the Employer, he shall take the matter up with the officers of the Union who will take the matter up with the Employer.

All package cars and tractor-trailers and/or trucks shall be equipped with all safety equipment as required by the Department of Transportation - Part 393.

#### **SECTION 2 - TRAFFIC CITATIONS**

No driver shall be required to violate traffic laws or overloading regulations. The Employer shall be responsible for any citations issued unless there is proven gross negligence on the part of the driver. Citations must be submitted to the Employer within forty-eight (48) hours and, if not, the Employer shall not be responsible for same.

Should the Employer fail to comply with the requirements of this Section, the Employer shall be held responsible for all working time

lost or any penalties incurred by reason of the Employer's failure to comply with this Section.

The employee is to be given a receipt showing the citation number, the date the citation was given to the Employer, and the signature of the Employer's representative receiving it.

# **SECTION 3 - PURCHASE OF EQUIPMENT**

The Employer shall not sell or transfer, directly or indirectly to an employee covered by this Agreement any truck, tractor, van, trailer, or other equipment, and no individual presently employed under this Agreement by the Employer shall acquire any proprietary interest in any such equipment.

# ARTICLE 11 - GENERAL PROVISIONS

# SECTION 1 - REST PERIODS

The Employer agrees that all part-time employees shall be allowed to take a rest period during the first four (4) hours of work. Any parttime employee who will be required to work six (6) hours or more shall be entitled to a second (2nd) rest period before the fifth (5th) hour of work. House rules regarding the time for such periods shall be mutually agreed upon between the Employer and the Principle Officer or other full-time employee of the Union. Disagreements under this Section will be referred to United Parcel Service and the Union Policy Committee.

#### SECTION 2 - DISPUTED CLAIMS FOR OVERTIME

All disputed claims for overtime shall be so regulated that no injustice shall be done to the employee or the Employer. The Employer is to install time clocks for checking of overtime.

## **SECTION 3 - MONEY RECEIPT**

Employees handling money shall account for and remit to the Employer money so collected at the completion of the day's work. The Employer shall give the employee a receipt for monies so paid in or the employee will not be held responsible for the money.

## SECTION 4 - MAINTENANCE OF SANITARY FACILITIES

The Employer shall maintain hot and cold running water and toilet facilities at the operating center and shall keep the same in a clean and orderly condition in accordance with state laws and regulations. Employees under this Agreement shall not be utilized to accomplish such maintenance.

# SECTION 5 - TELEPHONE CALLS AND BRIDGE TOLLS

All employees shall be reimbursed for money spent for telephone calls and bridge tolls involving Company business. Particulars of all such expenditures must be itemized and paid daily by cashier or other authorized office employee.

## **SECTION 6 - TIME CLOCKS**

The Employer shall install time clocks. Such time clocks must be kept accurate. Employees shall punch in on such time clocks when they report to work and shall punch out when all work is completed. The Employer shall not alter an employee's time card in any manner without clearing the alteration with the employee. Upon request, an employee may inspect the record of his/her time for the previous day's work. An employee will be allowed to view the operation report for the current pay period for the purpose of checking his/her hours worked. The Employer agrees to provide forms for the employee to record his/her daily starting and ending times. The Company agrees to audit, on a regular basis, to ensure the availability of time clocks in all operations at the same locations as any other Article 11

device used to record employees work time.

All time clocks shall be converted so as to record time in hundredths.

## SECTION 7 - COMPANY MEETINGS

No employees shall be required to attend a Company meeting on their own time.

# **SECTION 8 - INSPECTION PRIVILEGES**

Authorized agents of the Union shall have access to the Employer's establishment during working hours for the purpose of adjusting disputes, investigating working conditions, collection of dues, and ascertaining that the Agreement is being adhered to.

## SECTION 9 - PHYSICAL EXAMINATIONS

If the Employer requests an employee to take a physical examination, including examinations required by the Department of Motor Vehicles, Public Utilities Commission or Interstate Commerce Commission, the Employer shall bear the costs of such examination and shall compensate the employee for the time involved in taking the examination. The Employer shall also bear the cost of pre-employment physical examination if such examination is required. Time spent for pre-employment examinations shall not be paid for, this includes part-time to full-time employment.

The company shall be prohibited from including on any medical forms language obligating the employee to release medical records regarding his/her medical history.

The Employer reserves the right to select its own medical examiner or physician and the Union may, if it believes an injustice has been done an employee, have said employee re-examined at the employee's expense. In the event of disagreement between the physician selected by the Employer and the physician selected by the employee, the Employer and the employee's physician shall together select a third (3rd) physician within thirty (30) days whose opinion shall be final. The third (3rd) physician's fees shall be equally divided between the employee and the Employer.

The Employer or its designee shall not visit an employee at his/her home, without his/her consent. No representative of the Employer shall be permitted to accompany an employee while he/she is receiving medical treatment and/or being examined by a medical provider, without the employee's consent.

#### **ARTICLE 12 - NEW METHODS**

If new methods of operation, including airborne equipment within the Geographical Area covered by this Agreement, not covered by this Agreement are introduced by the Employer, or if the Employer introduces the use of equipment not heretofore used, the matter shall be subject to negotiations between the parties and shall be handled through the grievance procedure contained in this Agreement prior to the institution of such new methods of operation or equipment insofar as possible. Nothing in this Article shall prevent the Employer from instituting or continuing in use the operations of any equipment or practices in question during the consideration or establishment of proper rates of pay as provided for in the immediately preceding sentence, provided that the rates of pay shall be retroactive to the date of institution of such operations or equipment.

A seven (7) day workweek for Air Freight only, with the right of the Union to review on a yearly basis and to negate this provision, if in the Union's opinion, invalidation of this provision is necessary. This provision shall apply only to those employees who bid into or are hired into such work after May 1, 1982.

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A thirty-five cent  $(35\phi)$  per hour premium will be paid to all employees who are scheduled on a workweek other than Monday through Friday.

If a need is apparent, the negotiating committee will meet to negotiate conditions of expanded operations.

All other provisions of the Agreement shall apply in respect to wages, hours and working conditions.

### ARTICLE 13 - TRANSFER OF COMPANY, TITLE, OR INTEREST

This Agreement shall be binding upon the parties herein, their successors, administrators, executors and assigns. In the event an entire operation or any part hereof is sold, leased, transferred, or taken over by sale, transfer, lease, assignment receivership, or bankruptcy proceedings such operation shall continue to be subject to the terms and conditions of the Agreement for the life thereof. On sale, transfer, or lease of any individual run or runs, only the specific provisions of this Agreement excluding supplements or other conditions, shall prevail. It is understood by this Section that the parties hereto shall not use any leasing device to a third (3rd) party to evade this Agreement. The Employer shall give notice of the existence of this Agreement to any purchaser, transferee, lessee, assignee, etc., or the operation covered by this Agreement, or any part thereof. Such notice shall be in writing with a copy to the Union at the time the seller, transferor or lessor executes a contract of transaction as herein described. In the event the Employer fails to give the notice herein required and/or fails to require the purchaser, transferee or lessee to assume the obligations of this agreement, the Employer shall be liable to the Union and to the employees covered for all damages sustained as a result of such failure to require assumption of the terms of this Agreement.

### ARTICLE 14 - HEALTH & WELFARE AND PENSION DELINQUENCIES

Notwithstanding anything herein contained, in the event the Employer is delinquent at the end of a period in the payment of contributions to the Health and Welfare or Pension Fund or Funds, required to be paid under this Agreement of Supplement hereto, in accordance with the rules and regulations of the Trustees of such funds, after the proper official of the Union has given five (5) days written notice, excluding Saturdays, Sundays or holidays, to the Employer of such delinquency in payments, the employees or the Union shall have the right to take any legal or economic action they see fit against the Employer to collect such delinquent amounts. Whether or not such action is taken, the Employer shall be liable to the employee for any and all benefits under any health and welfare plan which the employee would have received if the Employer had not been delinquent in the payment of such contributions. The employee shall have the right to bring legal action to obtain payment of such benefits. In any such action, the Employer shall pay court costs and a reasonable attorney's fee.

### **ARTICLE 15 - ENTIRE AGREEMENT**

#### **SECTION 1 - PRIORITY OF AGREEMENT**

The Employer agrees not to enter into any agreement or contract with employees, individually or collectively, which in any way conflicts the terms and provisions of this Agreement. Any such agreement shall be null and void.

#### SECTION 2 - MAINTENANCE OF STANDARDS

The Employer agrees that all conditions of employment in his individual operation relating to wages, guaranteed hours of work, overtime differentials, and general working conditions shall be maintained at not less than the highest standards in effect at the time of Article 16-17

the signing of this Agreement and the conditions of employment shall be improved whenever specific provisions for improvement are made elsewhere in this Agreement.

It is agreed that the provisions of this Article shall not apply to inadvertent or bona fide errors made by the Employer or the Union.

Any disagreement between the Local Union and the Employer with respect to this matter shall be subject to the grievance procedure.

This provision does not give the Employer the right to impose or continue wages, hours or general working conditions less than those contained in this Agreement.

### **ARTICLE 16 - EMERGENCY REOPENING**

In the event of war, declaration of emergency or imposition of economic controls during the life of this Agreement, either party may reopen the same upon sixty (60) days written notice and request renegotiation of matters dealing with wages and hours. There shall be no limitation of time for such written notice. Upon the failure of the parties to agree in such negotiations within sixty (60) days thereafter; either party shall be permitted all lawful economic recourse to support its request for revisions. If Governmental approval of revisions should become necessary, all parties will cooperate to the utmost to attain such approval. The parties agree that the notice provided herein shall be accepted by all parties as compliance with the notice requirements of applicable law, so as to permit economic action at the expiration thereof.

#### **ARTICLE 17 - TERM OF AGREEMENT**

This Agreement shall become effective August 1, 2013 and shall continue in full force and effect to and including July 31, 2018, and shall be considered as renewed from year to year thereafter unless either party hereto shall give written notice to the other of its desire

to modify or terminate the Agreement, and such notice must be given at least sixty (60) days prior to the expiration of this Agreement.

#### ARTICLE 18 - JOB CLASSIFICATION AND RATE OF PAY

#### SECTION 1- RATES

(a) Job classifications and straight time hourly rates of pay are as follows:

Part-time employees hired after July 2, 1982 shall be red-circled at their current rate of pay as of July 31, 2013, and shall receive the following wage increases:

Effective Date	Amount
August 1, 2013	\$.70
August 1, 2014	\$.70
August 1, 2015	\$.70
August 1, 2016	\$.40
February 1, 2017	\$.40
August 1, 2017	\$.50
February 1, 2018	\$.50

All part-time employees (Hub, Sorters, Preloaders, Tower, Load, Unload, etc.) who have attained seniority as of August 1, 2013, shall receive the following wage increases:

Effective Date	Amount
August 1, 2013	\$.70
August 1, 2014	\$.70
August 1, 2015	\$.70
August 1, 2016	\$.40
February 1, 2017	\$.40
August 1, 2017	\$ .50
February 1, 2018	\$.50

Part-time employees still in progression on August 1, 2013 shall receive the above contractual increases and will be paid no less than what they are entitled to in accordance with Article 22, Section 5 of the 2013-2018 Master Agreement. The progression set forth in (b) below shall be applied effective August 1, 2013.

(b) Newly hired part-time employees:

All part-time employees who are hired or reach seniority after August 1, 2013, will be paid according to the following wage schedules:

	Hourly Rate Preloader/Sorter	Hourly Rate All Others
Start	\$11.00	\$10.00
Seniority plus		
one (1) year	\$11.50	\$10.50
Seniority plus		
two (2) years	\$12.00	\$11.00
Seniority plus		
three (3) years	\$13.00	\$12.00
Seniority plus		
four (4) years	\$13.50	\$12.50
~ 1	\$13.50	\$12.50

Employees working high or low volume directs shall receive the preloader/sorter rates.

(c) The wage rates and increases provided in (a) and (b) shall be a minimum.

(d) All employees governed by this Article shall be provided a minimum daily three and one half  $(3 \ 1/2)$  hour guarantee.

# SECTION 2 - COMBINATION JOBS

Employees may be required to work in more than one (1) classification during their working hours of any day, but in such event shall be paid for the entire day at the hourly rate of the highest job classification worked, except for utility drivers.

## SECTION 3 - COST OF LIVING

Refer to National Master

## SECTION 4 - PART TIME TO FULL TIME

Part-time employees on the payroll who are subsequently promoted to full-time employment will be paid their current wage rate until such time as the calculated progression rate exceeds that rate. The transfer date will become his/her full-time start date for purposes of applying the above progression.

When a part-time employee bids to a full-time classification where the top rate of the full-time classification is less than his/her current rate, the employee shall be placed at the top rate of the new classification immediately.

## **ARTICLE 19 - HOURS OF WORK**

## **SECTION 1 - WORKWEEK**

(a) Hub Employee and Hub Sorter: The workweek shall be a minimum of five (5) four (4) hour days; Monday through Friday, with overtime to be paid for all time worked in excess of six (6) hours.

(b) Delivery Center Positioner, Delivery Center Employee and Employees Working in New Sorts: The workweek shall be a minimum of five (5) three and one half (3 1/2) hour days, Monday through Friday, or Tuesday through Saturday with overtime to be paid for all time worked in excess of five (5) hours.

(c) When operating needs require the establishment of a Sunday sort, the Employer may implement a Sunday through Thursday workweek.

## **SECTION 2 - OVERTIME**

The overtime rate shall be one and one half  $(1 \ 1/2)$  times the regular straight time rate. However, the rate of double (2) time shall be paid for all work performed on Sundays. The overtime rate shall be paid for all hours worked:

(a) In excess of forty (40) straight time hours in any workweek;

(b) For all hours worked on a sixth (6th) day of work during the work-week; and,

(c) For work on Saturdays for those employees on a Monday through Friday workweek.

The Employer agrees that extra overtime in a classification (overtime that is not part of the employee's daily assignment) shall be offered to the senior employee in that classification on the seniority list who is available for the assignment. This shall be confined to the original assignment and one (1) further move by seniority.

# **SECTION 3 - LUNCH PERIOD**

The lunch period shall not be less than one- half (1/2) hour or more than one (1) hour in duration. The lunch period shall commence not less than four (4) hours after the employee starts work, and shall be completed no later than six (6) hours after the commencement of the employee's work. If the employee is directed to take a one- half (1/2) hour lunch, the remaining one- half (1/2) hour will be paid at the over-time rate.

## SECTION 4 – PART-TIME TO FULL-TIME EMPLOYMENT

When filling full-time positions, part-time employees shall have preference of these full-time positions. The part-time employees will remain on the part-time seniority list for the first thirty (30) working days as a full-time employee. After the thirty-first (31st) working day, the part-time employee shall be considered a newly hired full-time employee for all purposes except they shall retain their Company seniority for the purpose of fringe benefits. They shall be placed at the bottom of the appropriate full-time seniority list. Part-time employees qualifying for package car positions shall receive a weekly accounting of their performance. This accounting shall be in written form in the presence of a Shop Steward.

An employee who fails to qualify for full-time position within a classification shall have his/her name replaced on the list in his/her rightful spot and shall be given an additional opportunity to qualify after the date he/she was disqualified. This six (6) month waiting period shall not be applicable to the filing of a full-time position in another classification. An employee who is granted a second opportunity to qualify and fails to do so shall have his/her name replaced on the list and shall be granted an additional opportunity twelve (12) months after the date he/she was last disqualified and continuing forward in a like manner.

Failing to quality within this period, the employee shall return to his/her former classification without loss of seniority.

An employee who disqualifies himself/herself other than for good cause shown shall not be allowed to place his/her name back on the same full-time list sooner than twenty-four (24) months following the date he/she last disqualified himself or herself.

A part-time employee who qualifies for full-time employment shall be placed on the appropriate full-time seniority list with a seniority date as of the first day of full-time employment but shall retain his/ her seniority for fringe benefit purposes.

A part-time employee who is attempting to qualify as a full-time package car driver shall not be automatically disqualified as a result of a minor accident during the training period. Article 20

#### SECTION 5 – STARTING TIMES

The Company shall post starting times for all part-time employees on the prior Friday of the week for which the shifts are to be effective. Changes in starting time shall be posted on the time clock prior to the end of the last shift worked.

The Employer may delay the start time of employees due to inclement weather, earthquakes, civil unrest, and/or floods that result in delaying the arrival of ground packages provided the affected employees are notified at least two (2) hours in advance of their scheduled start times. Start times will not be delayed unless the delay is equal to one (1) hour or more.

#### ARTICLE 20 - SICK LEAVE

#### SECTION 1

Regular part-time employees shall receive sick leave prorated upon actual hours worked in the previous calendar month, but shall in no event be less than nine (9) four (4) hour days of sick leave each year after six (6) months of continuous service with the Employer. Parttime employees shall not be eligible for paid sick leave if the absence from work occurs during their school examination periods. Employees who are on leave of absence due to injury or illness will have their nine (9) days of sick pay populated upon return from such leave, and after they have worked a minimum of five (5) days.

Unused sick leave shall be granted once each year to each part-time regular employee, in cash at the current daily rate, in an amount not to exceed nine (9) days, or by mutual agreement between the Employer and the employee as paid time off to be taken at a time mutually agreed upon. The cash payoff shall occur either on July 1st or December 15th of each year at the option of the Local Union for all members of that Local Union. On resignation, discharge or death, an employee or his estate shall collect cash payment for all

unused accumulated sick leave.

# **SECTION 2**

Employees who desire to accumulate sick leave may accumulate nine (9) days per year up to a maximum of forty-five (45) days of such paid sick leave in lieu of the cash payment provided in Section 1 above. However, employees who choose to accumulate sick leave but decide to revert to the cash settlement, during the life of this Agreement, shall receive such cash settlement at the current daily rate of their classification in effect at the time they elect to revert to such cash settlement.

## **SECTION 3**

(a) In the event of a disabling injury on the job, an employee shall be entitled to a full day's pay. In the event of a disabling injury on the job, the Employer shall notify the Union within twenty four (24) hours, provided the Employer has been notified.

(b) Employees who have doctor or dentist appointments will notify the Employer of such appointments as soon as possible, but no later than the day before and shall be granted time off for such appointment. The Employer may require the employee to take the entire day off if the employee's absence would create a service failure.

# SECTION 4

The eligibility for sick leave shall be based on July 1 of each year.

## SECTION 5 - INTEGRATION WITH WORKER'S COMPEN-SATION AND UNEMPLOYMENT COMPENSATION: DIS-ABILITY BENEFITS

Employees who have sick leave pay to their credit and are drawing Unemployment Compensation, Disability or Worker's CompensaArticle 21

tion benefits shall be paid the difference between such benefit payments and their straight time weekly earnings for each week such benefit payments are made. Such sick leave pay shall be charged to the employee's sick leave credit.

An employee who is sick for part of a day shall receive sick leave pay for the number of regular hours absent from work provided the employee has sick leave pay credit. Such sick leave pay shall be charged to the employee's credit.

This Section shall apply at the option of the employee.

#### **ARTICLE 21 - HOLIDAYS**

The following holidays shall be observed:

New Year's Day	Day after Thanksgiving
Memorial Day	Christmas Day
Employee's Birthday	December 31st
Day after employee's birthday	Two (2) Floating holidays
Fourth of July	(By mutual agreement between
Labor Day	the Employer and the employee)
Thanksgiving Day	

For eligible employees who qualify, the paid holiday shall be prorated upon actual hours worked in the previous calendar month, but shall in no event be less than four (4) hours. If any one of the above mentioned paid holidays falls on Sunday, the following Monday shall be observed as a holiday. On a Sunday through Thursday workweek a holiday that falls on Saturday shall be celebrated on the following work day. If any two (2) of the above mentioned holidays fall on the same day, one of them shall be celebrated either the day before or the day after by mutual agreement between the employee and the Employer.

An employee who is called out to work on any of the above holidays

shall be paid at one and one-half  $(1 \ 1/2)$  times the straight time hourly rate in addition to the holiday pay referred to above.

An employee may choose any day of his/her preference for his/her floating holidays by giving the Employer at least ten (10) calendar days written notice prior to the day chosen. The Company shall grant the employee the day of his/her choice, provided that no more than five percent (5%) of each center, hub shifts, or feeder be granted the same requested day, and in such event, seniority will be the governing factor.

Floating holidays will be taken between August 1st and July 31<sup>st</sup> (except December) of each year. Floating holidays not taken within this time frame will be so assigned by the Company in the following three (3) months.

Any seniority employee who reports for work and is put to work thirteen (13) days, in any calendar month, shall be entitled to any paid holiday which occurs during that month. Paid holidays, paid vacation, paid sick leave, paid jury duty and paid funeral leave shall be counted as days worked for the purpose of this Section. Any non-seniority employee who is put to work thirteen (13) days, in any calendar month, shall be entitled to any paid holiday which occurs during that month, except for seasonal employees during the seasonal period, provided that such employee is on active status on the date of said holiday.

#### **ARTICLE 22 - VACATIONS**

### SECTION 1

Employees with one (1) year of service and less than three (3) years of service with the Employer shall receive two (2) weeks (10 working days) of vacation with pay each year. Employees with three (3) years of service shall receive three (3) weeks (15 working days) of vacation with pay each year. Any employee who has ten (10) years

of service or more, regardless of his/her anniversary date, shall receive four (4) weeks (20 working days) of vacation with pay each year. Any employee who has twenty (20) years of service or more shall receive five (5) weeks (25 working days) vacation with pay each year. Any employee who has twenty-five (25) years of service or more shall receive six (6) weeks (30 working days) vacation with pay each year. Any employee who has thirty (30) years of service or more shall receive seven (7) weeks (35 working days) vacation with pay each year.

Any employee laid off before the completion of one (1) year or during the first three (3) years of employment shall receive prorated vacation due on the basis of .833 of a day for each month of employment.

After three (3) years of employment and up to ten (10) years of employment prorated vacation shall be granted on the basis of one and one quarter (1 1/4) days for each month of employment.

After ten (10) years of employment, prorated vacation shall be granted on the basis of one and two thirds  $(1 \ 2/3)$  days for each month of employment.

After twenty (20) years of employment, prorated vacations shall be granted on the basis of two (2) days and two thirds (2/3) of one (1) hour for each month of employment.

After twenty-five (25) years of employment, prorated vacations shall be granted on the basis of two and one half (2 1/2) days for each month of employment.

After thirty (30) years of employment prorated vacations shall be granted on the basis of 2.91667 days for each month of employment.

Any employee who reports to work and is put to work thirteen (13) days in a calendar month shall be entitled to vacation credit for that

month. Paid holidays, paid vacation, paid sick leave, paid jury duty and paid funeral leave shall be counted as days worked for the purpose of this Section.

Seniority is to be considered in the choice of vacation periods. In arranging vacations, due consideration shall be given to the Employer so that his business will not be crippled or seriously affected by reason of too many employees seeking vacation at the same time.

### SECTION 2

All accrued vacation pay for the amount of vacation time to be taken is to be paid to the employee one (1) day before the employee's last shift worked by separate check. No employee shall be shorted his/ her vacation pay for all vacations properly selected during the annual March selection. If there is a dispute regarding vacation pay, the Company will issue the disputed pay until such time that the Company provides proof of all other vacation payments for that current year. If the records prove that the employee has been overpaid the vacation pay, the Company may deduct this overpayment by deducting an equal amount of vacation from next year's accrual.

For eligible employees who qualify, the paid vacation period shall be prorated upon actual hours worked divided by the number of days worked in the previous calendar month, but shall in no event be less than one half (1/2) of that provided for regular full-time employees. Vacation pay shall be pro-rated upon termination, after one (1) year of service with the Employer. It is agreed that for each week of paid vacation, the employee shall receive an additional two and one- half (2 1/2) hours pay at the straight time hourly rate.

The employer may not go back more than the previous vacation scheduling period from the day the error is discovered to correct any over payments of vacation.

# Article 21

## SECTION 3

Vacation periods are not to be arbitrarily assigned to employees during the months of January through March unless mutually agreed upon. Based on seniority, vacation periods will be assigned at the employee's choice during the months of April through Thanksgiving week, and during the week between Christmas and New Year's Day.

It is the understanding of the parties that from the third full week of January through the first three weeks of November, employees shall be allowed to select vacation at 100% of the normal vacation selection ratio. During Thanksgiving week and the week after Christmas through the second full week of January, that number shall be reduced to 75%.

The employees who select Thanksgiving week as a vacation week shall normally have the prior Thursday and Friday off. When the staffing permits, the Company shall allow employees to take the Monday and Tuesday off in the week immediately after the holiday week. These days, (if any) will be offered by seniority.

The total amount of accrued vacation weeks for the period of April 1st to Thanksgiving week will be subtracted by employees taking vacations from January 1<sup>st</sup> to March 31<sup>st</sup> and that figure divided by thirty-five (35) weeks will be the number of employees allowed to take vacations in the same week for the balance of the vacation period. Any fraction of a whole number shall be rounded up to the next highest number.

Whenever possible and when desired by employees, they may stagger or spread their vacation period throughout the year. However, in no case shall any portion of vacation be less than one (1) week.

## SECTION 4

It is agreed by both parties to this Agreement that employees must

take their accrued vacation each year and that no arrangement to work for additional compensation during their earned vacation will be allowed except where mutually agreed upon by the Employer and the Union.

Employees on approved leave will be contacted by management in accordance with vacation selection process.

By April 15<sup>th</sup> of each year, the Manager and the Business Agent or their designees will meet to review the vacation selection calendar. All unscheduled vacation at that time will be assigned by the manager at that meeting.

### **SECTION 5**

The Employer and an employee may agree on a change in the vacation period of such employee after the vacation schedule has been posted, provided it does not affect the vacation period of any other employees on the vacation schedule.

#### **SECTION 6**

Any employee called into the service shall be paid for prorated vacation earned.

### SECTION 7

The vacation list shall be posted not later than March 1st of each year; For choice of vacation once a vacation selection list is posted, one (1) week is allowed for the first twenty-five percent (25%) on the seniority list to select, then one (1) week will be allowed for the second twenty-five percent (25%) to select then one (1) week shall be allowed for the third twenty-five percent (25%) to select, then one (1) week shall be allowed for the fourth and final twenty-five percent (25%) on the seniority list to select. Those not signing up

in the correct week shall lose their choice of vacation and must take what is left.

Vacation selection shall occur during March.

Once completed the vacation schedule shall be posted on the bulletin board.

The Union will be sent a copy of the vacation selection list and a copy of each employee's completed vacation selection form when requested within five (5) days.

# **SECTION 8**

If a paid holiday falls within an employee's vacation, said employee will be granted an additional optional holiday to be taken in accordance with Article 21 of this agreement or be paid four (4) hours of straight time pay for the holiday.

## **SECTION 9**

All employees with three (3) years of employment will receive one (1) optional week (optional week #A) with twenty (20) straight time hours for part-time employees.

Option week A is considered earned as soon as the employee has earned their first week of vacation for that year.

All employees will be entitled to optional vacation week #B. Optional vacation week #B is in lieu of two (2) floating holidays and the employee's birthday and day after birthday plus one (1) additional day (new holiday).

Employees shall be eligible to select/cash out Option week "B" during the vacation selection period or maintain their four (4) individual holidays. Said option week shall consist of the Birthday/Day After and two (2) floating holidays plus an additional "Bonus Day" that said employee would normally become eligible for during the forthcoming vacation period.

The employees will be asked to select their intentions for Option Week "A" and Option Week "B" in February of each year.

Employees may choose to take optional vacation week #B or maintain their four (4) individual holidays or elect to cash out optional vacation week #B for twenty (20) straight time hours.

The optional vacation weeks A and B shall be selected at the time vacation selection is made and are not subject to the prorated provisions of this contract.

When selecting vacations as provided in Section 7 of this article, each part-time employee shall elect to:

(a) Receive five (5) days pay (twenty (20) straight time hours) to be added to the first weeks' vacation pay, or:

(b) Take five (5) days of additional vacation with pay at four (4) straight time hours per day.

(c) If a decision is not made at the time vacation selection is made, the optional weeks will be cashed out.

### **ARTICLE 23 - HEALTH AND WELFARE**

The existing Health and Welfare Plans contained in the Local Rider agreements attached hereto shall be continued during the life of this Agreement. The present level of benefits under the Health and Welfare Plans shall be maintained during the life of this Agreement. Any increase in premium necessary to maintain the present level of benefits during the life of this Agreement shall be borne by the Employer. A total of \$1.00 per hour has been negotiated for Health and Welfare and Pension contributions for each year of the contract. If maintenance of benefits for Health and Welfare increases are less than \$1.00 per hour, the remainder will be allocated for pension contributions on August 1<sup>st</sup> of each contractual year.

8/1/13	\$.50 per hour contributed to the pension.
1/1/14	\$1.00 per hour Health and Welfare increase to be
	determined by plan.
1/1/15	\$1.00 per hour Health and Welfare increase to be
	determined by plan.
1/1/16	\$1.00 per hour Health and Welfare increase to be
	determined by plan.
1/1/17	\$1.00 per hour Health and Welfare increase to be
	determined by plan.
1/1/18	\$1.00 per hour Health and Welfare increase to be
	determined by plan.

In the event the Health and Welfare plans increase is over \$1.00 per hour in a contractual year, maintenance of benefits will cover all increases over \$1.00 per hour and there will be no pension increases for the affected contractual year. (Pension rates will vary depending on Health and Welfare costs which may be different in each plan.)

The Employer shall post on the bulletin board in each center a copy of the reporting forms sent to the Administrators of the Security Funds.

It is further understood where any individual health and welfare trust listed in any of the local Rider Agreements which are part of this Agreement provides for uniform contributions by all Employers which may exceed the above contributions, the Employer agrees to make such required uniform contributions to such individual trust commencing on the date such additional contributions may be due. Any questions regarding your health and welfare, please contact your Local Union.

#### **ARTICLE 24 - PENSIONS**

See NorCal Sort Rider Addendums 1 and 2.

#### **ARTICLE 25 - LEGAL SERVICES TRUST FUND**

The Employer agrees to contribute ten cents (10 cents) per hour up to a maximum of seventeen dollars and thirty cents (\$17.30) per month for each regular employee into the Western Conference of Teamsters Legal Services Trust Fund for the purpose of providing for employees and their dependents, legal benefits as provided by the Trust. Effective August 1, 2008, an additional five cents (5¢) per hour shall be allocated from the new increase in pension monies to the Western Conference of Teamsters Legal Services Trust Fund for each regular employee and the maximum amount per month shall be increased to twenty five dollars and ninety-five cents (\$25.95).

### **ARTICLE 26 - MISCELLANEOUS PROVISIONS**

### **SECTION 1 - PAY PERIODS**

The members of the Union shall be paid weekly for their labor. Not more than one (1) week's wages shall be withheld. Each employee shall be provided with a statement of total hours and gross earnings and an itemized statement of all deductions made for any purpose. A regular weekly payday shall be established, provided that if such payday falls on a paid holiday, the preceding workday shall be payday.

Any error on a payroll check will be paid by the Employer no later than the end of the next regular workday following notification of the error. Check stubs will itemize total hours, in addition to all deductions. Grievance payments will include grievance number, hours, and rate of pay.

Upon discharge or quitting, the Employer shall pay all money due to the employee on the payday in the week following such quitting.

In the event state law would require earlier payment, the Company agrees to comply.

Seasonal employees hired during October, November and December shall be paid all monies due to the employee on the payday in the week following such quitting and/or termination.

# **SECTION 2 – UNIFORMS**

The Employer agrees to furnish free of charge to each and every employee any and all required uniforms, caps and/or hats, winter hats (where appropriate) and jackets and further agrees that any and all said uniforms, caps and/or hats shall bear the Union label. The laundry and upkeep of same (shirts excluded) must be borne by the Employer. Uniforms shall be suitable for summer and winter.

The Employer will furnish tractor drivers with suitable gloves which will be replaced in the same manner as other uniform items.

Uniform standards regarding the wearing of the uniform and accessories and personal grooming and appearance shall be observed and upheld. Such standards shall be submitted to the Union prior to posting.

This shall not apply to employees who do not meet the public.

# **SECTION 3 - PROTECTIVE CLOTHING**

In addition to supplying all working equipment such as hand trucks, ropes, etc., the Employer shall furnish protective clothing such as

rubber boots, gloves, aprons, etc., needed for the handling of damaged parcels and foul weather gear needed for the performance of employees' duties. Dust masks to be provided for all loaders, unloaders, and sorters. Company shall furnish gloves for irregular cart drivers.

Car washers are to be provided with water repelling aprons upon request.

### SECTION 4 - INCAPACITATED EMPLOYEES

Any employee who, through no fault of their own, is no longer able to perform their normal duties and has seniority with the Company, shall have the option of employment in other classifications covered by this Agreement subject to qualifications and all other provisions of this Agreement providing work is available. Not being able to perform their normal duties is defined in one (1) of two (2) ways. The first being that the injured employee's physical condition is permanent and stationary and the second being that the injured employee's condition is permanent, stationary, and rateable under applicable State compensation laws. Qualified injured employees as stated in the above sentences will be listed by seniority and notice given to the Local Union. When an opening occurs for a suitable position assignment will be made by seniority.

# SECTION 5 - EQUIPMENT STANDARD

Rules and regulations covering standards of equipment and safety of operations as prescribed by Federal and State governmental agencies having jurisdiction over such matters, shall control the operations of the Employer and the work of employees. No employee shall be discriminated against for refusing to operate equipment which does not meet the required standards.

## Article 26

## **SECTION 6 - JURY DUTY**

When a seniority employee is called for jury duty service (except for voluntary Grand Jury), he/she shall be excused from his/her regular duties on the days he/she is required to appear in court or comply with jury rules that prevent him/her from reporting for work. For any regularly scheduled workday in which time off for such jury service is granted, the full-time employee shall be paid his/her guarantee and a part-time employee shall receive four (4) hours pay at his/her straight time hourly rate, less any amount received as a jury duty fee if such fees are defined as wages under applicable laws. The employee shall be required; however, to turn over to the Employer adequate proof of his/her jury duty service and compensation, in order to receive the compensation provided above.

Employees who are scheduled to work a day shift shall not be required to report for work on any day he/she is required to report for jury duty unless released from jury duty not less than six (6) hours prior to the end of his/her regularly scheduled shift in which event he/she will be allowed two (2) hours from the time he/she is released from jury duty to report and work the remainder of his/her regularly scheduled shift.

Employees scheduled to work any shift other than the day shift shall not be required to report to work on any day he/she is required to report for jury duty unless he/she has been released from jury duty not less than four (4) hours prior to the start time of his/her regular shift and provided further, he/she would complete such shift not less than ten (10) hours prior to the time he/she is required to report for jury duty the next following day.

Notwithstanding the above, no employee, working other than a day shift, will be required to report to work on a night if he/she has served jury duty that day and that service prevents him/her from reporting for work. In the event an employee returns to work after being released from jury duty and works beyond his/her regularly scheduled workday such hours worked shall be compensated for at the applicable overtime rate of pay.

Time spent on jury duty service will be considered time worked for purposes of Employer contributions to Health and Welfare and Pension Plans, vacation eligibility and payment, holidays and seniority, in accordance with the applicable provision of the Supplemental Agreements, Riders, and Addenda.

### SECTION 7 - VOTING TIME

All employees who find it impossible to vote in a general or special election on their own time shall be allowed reasonable time off to vote without loss of pay after first applying to the Employer and the Union and substantiating inconvenience and voting registration.

### **SECTION 8 - TIME PAID FOR**

Time paid for but not worked such as holidays, vacation, paid sick leave, paid funeral leave or jury duty, will be considered as time worked for the purpose of qualifying for benefits, other than wages, under this Agreement.

## **SECTION 9 - SHIFT DIFFERENTIAL**

A shift differential of thirty-five cents  $(35\phi)$  per hour shall be paid to all employees whose straight time shifts extend beyond 6:00 p.m., or starts before 7:00 a.m. Shift differential shall be included in the computing of overtime and in the payment of holidays, vacation, sick leave, jury duty and funeral leave.

A thirty-five cent  $(35\phi)$  per hour premium will be paid to all employees who are scheduled on a workweek other than Monday through Friday.

# Article 26

## SECTION 10 - MEDICAL TREATMENT

Any employee who was injured on the job and is required to report back to the doctor for further treatment shall be allowed time off work for such treatment without loss of pay. The Employer shall not be able to change the facility of treatment designated by the employee's treating physician without the employee's consent.

If the above-mentioned facility can provide treatment outside of the employee's workday, said employee will not be paid for the time involved for treatment.

The Employer or its designee shall not visit an injured employee at his/her home without his/her consent. No representative of the Employer shall be permitted to accompany an injured employee while he/she is receiving medical treatment and/or being examined by the medical provider, without the employee's consent.

## SECTION 11 - EMPLOYEE'S BAIL

Employees will be bailed out of jail if accused of any offense in connection with the faithful discharge of their duties, and any employee forced to spend time in jail or in courts shall be compensated at his regular rate of pay. In addition, he shall be entitled to reimbursement for his meals, transportation, court costs etc. Provided, however, that faithful discharge of duties shall in no case include compliance with any order involving commission of a felony. In case an employee shall be subpoenaed as a Company witness he shall be reimbursed for all time lost and expenses incurred.

## SECTION 12 - FUNERAL LEAVE

In the event of a death of a member of the employee's family, a seniority employee shall be allowed a reasonable time off to attend the funeral, or other bereavement rite. Time off shall not extend beyond the day of the funeral unless an additional day is required for travel, except as provided below. In no event will total compensated time off exceed four (4) scheduled work days. The employee will be reimbursed at eight (8) times the employee's straight time hourly rate for each day lost from work for those employees whose regularly scheduled workweek is five (5) days, and ten (10) times the straight time hourly rate for those employees whose regularly scheduled workweek is four (4) days.

A regular full -time employee shall be guaranteed two (2) days off to be taken between the day of death and two (2) working days following the funeral provided the employee attends the funeral or other bereavement rite.

Members of the employee's family means spouse, child, stepchild, grandchild, father, mother, brother, sister, grandparents, mother-inlaw, and father-in-law. Part-time employees will enjoy the same benefits as above, paid at four (4) times the employee's hourly rate.

An employee shall be allowed one (1) day off to attend the funeral of a sister-in-law or a brother in-law. Reimbursement for this day shall be the same as outlined above.

### **SECTION 13 - MILITARY LEAVE**

Employees enlisting or entering the military or naval service of the United States, pursuant to the provisions of the Selective Service Act of 1967, shall be granted all rights and privileges provided by the Act. The Employer shall pay the health and welfare and pension contributions for employees on leave of absence for training in the Military Reserves or National Guard for a period not to exceed thirty (30) days providing such absence affects the employee's credits or coverage for health and welfare and/or pension benefits.

### **SECTION 14 - BONDS**

Should the Employer require any employee to give bond, cash bond shall not be compulsory and any premium involved shall be paid by the Employer. The primary obligation to procure the bonds shall be on the Employer. If the Employer cannot arrange for a bond within ninety (90) days, he must so notify the employee in writing. Failure to so notify shall relieve the employee of the bonding requirement. If proper notice is given, the employee shall be allowed thirty (30) days from the date of such notice to make his own bonding requirement, standard premiums only on said bond to be paid by the Employer. A standard premium shall be that premium paid by the Employer for bonds applicable to all other of its employees in similar classifications. Any excess premium is to be paid by the employee. Cancellation of a bond after once issued shall not be cause for discharge unless the bond is canceled for cause, which occurs during working hours, or due to the employee having given fraudulent statement in obtaining said bond.

### **SECTION 15 - PASSENGERS**

No driver shall allow anyone, other than employees of the Employer, who are on duty, to ride on his/her truck except by written authorization of the Employer, except in case of emergency arising out of disabled commercial equipment, accidents, or an Act of God, in accordance with the Department of Transportation regulations.

### SECTION 16 - COMPENSATION CLAIMS

The Employer agrees to cooperate toward the prompt settlement of employee on-the-job injury claims when such claims are due and owing as required by law. The Employer shall provide Worker's compensation protection for all employees even though not required by state law.

An employee who is injured on the job, and is sent home, or to a hospital, or who must obtain medical attention, shall receive pay at the applicable hourly rate for the balance of his regular shift on that day.

The Employer agrees to provide any employee injured transportation at the time of injury, from the job to the medical facility and return to the job, or his home, if required.

The Company is willing to abide by the Arbitrator's decision regarding "voluntary" as it applies to TAW.

### **SECTION 17 - UNION BULLETIN BOARDS**

The Employer agrees to provide suitable space for the Union bulletin board in each center and hub. Posting by the Union on such boards are to be confined to official business of the Union.

### ARTICLE 27 - SEPARABILITY AND SAVINGS CLAUSE

If any Article or Section of this Agreement or Supplements hereto be held invalid by operation of law or by any tribunal or competent jurisdiction, or if compliance with or enforcement of any Article or Section should be restrained by such tribunal pending a final determination as to its validity the remainder of this Agreement and Supplements hereto, or the application of such Article or Section to persons or circumstances other than those as to which it has been held invalid or as to which compliance with or enforcement of has been restrained, shall not be affected thereby.

In the event that any Article or Section is held invalid or enforcement of or compliance with which has been restrained, as above set forth, the parties affected thereby shall enter into immediate collective bargaining negotiations after receipt of written notice of the desired amendments by either the Employer or the Union for the purpose of arriving at a mutually satisfactory replacement of such Article or Section during the period of invalidity or restraint. There shall be no limitations of time for such written notice. If the parties do not agree on a mutually satisfactory replacement within sixty (60) days after receipt of the stated written notice, either party shall be permitted all legal and economic recourse in support of its demands notwithstanding any provisions of this Agreement to the contrary.

## **ARTICLE 28 - WORK JURISDICTION**

The Employer agrees to respect the jurisdiction rules of the Union party to this Agreement. A joint committee appointed by the parties of this Agreement shall meet and act on all matters concerning work jurisdiction. If no agreement is reached the matter shall be processed through the grievance procedure.

# **ARTICLE 29 - UTILITY DRIVERS**

It is agreed that package operations shall hire utility drivers.

Regular part-time employees (in order of location seniority) who desire to be hired as utility drivers shall so inform the center manager. Those part-time employees who successfully meet the qualification standards for UPS drivers will be considered for the utility driving job.

These utility drivers may be used to cover absentees, overflow work, etc.

Utility drivers who work in centers located in hub buildings where hub work is available, will be guaranteed eight (8) hours pay at the driver rates. In other locations where hub work is not available, the eight (8) hour guarantee will not apply. Starting time restriction shall not apply to utility drivers.

The company shall post a bid for utility drivers in the first week of March each year. An employee who desires to be added to the current utility list, and who has more seniority than the junior employee on the current list shall place their name on the bid. Employees who successfully meet the qualification standards for UPS drivers and complete the orientation training will be added to the list. The training shall commence within ninety (90) days.

Progression scale for utility drivers (Refer to Article 21, Section 2 of the Northern California Supplemental Agreement).

### **ARTICLE 30 – PREFERRED JOBS**

The Company shall maintain a preferred list for each shift. This list shall be maintained in the manager's office. Part-time employees with six (6) months or more seniority desiring to work these preferred jobs shall sign the appropriate bid according to Article 3, Section 11. The employees awarded these preferred jobs shall stay in these jobs for a minimum of six (6) months.

Preferred Jobs List

Rewrap and Damage	Acceptance Auditor
Irregulars Cart	Air Recovery Trailer
Hooper	DeBagger
Tower	Small Sort
Auditor	Haz Mat
High Volume Pickoff	SPA
Small Sort Bagger	Sorter
International Auditor	

In General Locals, where applicable, Clerks and Car washers

### **ARTICLE 31 - SUPERVISORS WORKING**

The Employer agrees that the function of supervisors is the supervision of employees and not the performance of the work of the employees they supervise. The Union agrees that the Employer must train employees and must prevent service failures.

Accordingly, the parties agree that supervisors will not perform the work of the employees they supervise except during training, demonstration, and safety education; and supervisors will not perform Union member's work until all reasonable efforts have been exhausted to have the work covered by Union employees of United Parcel Service.

It is the responsibility of the employer to have a sufficient number of employees on roll to cover the work, in addition to a sufficient number of utility drivers on roll. All violations will be paid at the double time rate of pay to the affected employee or the bounty system within five (5) days of settlement.

Local practice as it relates to payment under this Article and under Article 3, Section 7 of the National Master United Parcel Service Agreement shall prevail.

### ARTICLE 32 - ADDENDA

There are attached hereto the following Addenda:

Addendum No. 1 - Specific terms applicable to Locals 87, 137, 150, 386, 431, 439, 533 and 948.

Addendum No. 2 - Specific terms applicable to Locals 70, 287, 315, 665, 890, 912, and 2785.

The aforementioned Addenda shall be part of and included in the foregoing Northern California Sort Rider Agreement.

IN WITNESS WHEREOF, the parties hereto have set their hands and seals, except to those areas where it has been otherwise agreed between the parties.

#### FOR INTERNATIONAL BROTHERHOOD OF TEAMSTERS

By: Marty Frates Negotiating Committee Chairman

#### FOR NEGOTIATING COMMITTEE

By: Rome Aloise By: Marty Frates By: Darrell Pratt By: Peter Nunez By: Perry Hogan By: Ode Cilia By: Mike Yates By: Armando Alonzo By: Frank Coppa

### FOR UNITED PARCEL SERVICE

By: Jim Wells Negotiating Committee Chairman

#### FOR NEGOTIATING COMMITTEE

By: Lindsay Marshall By: Jim Wells By: Denise Gasti By: Frank Cademarti By: Robert Pina By: John Ernest By: Bob Lawson By: Angel Fernandez IN WITNESS WHEREOF, the parties hereto have set their hands and seals, except as to those areas where it has been otherwise agreed to between the parties.

#### FOR TEAMSTER LOCAL UNIONS:

No. 70 By: Marty Frates No. 87 By: Henry Garza No. 137 By: Dave Hawley No. 150 By: Jim Tobin No. 287 By: Jerry Sweeney No. 315 By: Frank Coppa No. 386 By: Jeff Berdian, Bryan Ronngren No. 431 By: Darrell Pratt, Peter Nunez No. 439 By: Armando Alonzo No. 533 By: Debbie Calkins No. 665 By: Mike Yates No. 856 By: Larry Ferrigno No. 890 By: Cesar Lara No. 912 By: Brad Sebring No. 948 By: Adam Ochoa No. 2785 By: Joe Cilia

#### **ADDENDUM NO. 1**

#### LOCALS 87, 137, 150, 386, 431, 439, 533, 948

# SECTION 1-PAYMENTS

Premiums and benefits in effect during the life of the 2007- 2013 Agreement will be continued.

The Employer shall pay into the Western Conference of Teamsters Pension Trust Fund for the account of each employee working under this Agreement, the applicable sum as listed below:

(a) Monthly contributions for each employee on the payroll during the full calendar month who has been compensated for one hundred sixty (160) hours or more during such month are:

Effective August 1, 2013 - \$1,377.97 per month Effective August 1, 2014 - To Be Determined Effective August 1, 2015 - To Be Determined Effective August 1, 2016 - To Be Determined Effective August 1, 2017 - To Be Determined

(b) For each employee not covered under (a) above, the payment shall be computed at the rate of:

Effective August 1, 2013 - \$7.95 per compensable hour Effective August 1, 2014 - To Be Determined Effective August 1, 2015 - To Be Determined Effective August 1, 2016 - To Be Determined Effective August 1, 2017 - To Be Determined

For probationary employees hired on or after August 1st, 2013, the Employer shall pay an hourly contribution rate of ten cents  $(10\phi)$ , (including one cent  $(1\phi)$  for PEER/84 for full-time employees) during the probationary period as defined in Article 3, Section 1, but

in no case for a period longer than the first ninety (90) days from an employee's first date of hire. If and when this period is completed, the full standard contribution rate shall apply. Contributions shall be calculated on the same basis as described in this Article.

Effective January 1, 2008 the employer shall pay twenty five cents  $(25 \notin)$  per hour for all hours compensated including overtime hours, up to a maximum of 2080 hours per year for all full-time Employees to the Northern California General Teamsters Security Fund (the Trust) in accordance with established remittance rules and practices. These monies are to be used to offset required retiree contribution amounts for retiree medical coverage. (*The monies for this twenty five cents were obtained as follows: Ten cents was obtained from negotiating the probationary break in rate in 2002. Fifteen cents was negotiated as new monies in 2007 to become effective 1/1/2008)* 

(c) Effective on the following dates, the Employer will pay total contributions split between amounts for benefit accrual and amounts to pay for PEER/84 under the Program for Enhanced Early Retirement (PEER). The contributions required to provide for PEER will not be taken into consideration for benefit accrual purposes under the plan. The contributions for PEER/84 must at all times be 6.5% of the basic contribution and cannot be decreased or discontinued at any time.

	Basic Contribution	PEER/80	Total Contribution
August 1, 2013	\$7.47	\$.48	\$7.95
August 1, 2014	To Be Determin	ned	
August 1, 2015	To Be Determin	ned	
August 1, 2016	To Be Determin	ned	
August 1, 2017	To Be Determin	ned	

(d) Time paid for but not worked, such as holidays and vacation time, shall be considered as time worked for the purpose of this Article.

(e) The total amount due for each calendar month shall be remitted in a lump sum not later than the 10th day of the following month. The Company agrees to abide to such rules as may be established by the Trustees of said Trust Fund to facilitate the prompt and orderly collection of such amounts, and the accurate reporting and recording of such amounts paid on account of the employees. Failure to make the payments herein provided, within the time specified, shall be a breach of this Agreement.

(f) Effective August 1, 2013, and August 1 of all subsequent years, ten cents (10¢) per hour shall be allocated from each new increase in pension and or general wage increase monies to the Northern California General Teamsters Security Fund (the Trust) in accordance with established remittance rules and practices. These monies shall be paid by the employer for all hours compensated including overtime hours, up to a maximum of 2080 hours per year and are to be used to offset required retiree contribution amounts for retiree medical coverage. If the Trustees of the Trust determine that additional monies are needed to maintain this benefit, said additional monies shall be allocated from the aforementioned new pension and or general wage increases. The total monies that have been diverted from new pension monies under this Section (f) as of August 1, 2012 is one dollar (\$1.00) per hour. If the trustees of the Trust determine that no additional monies are needed in any year, then those monies will remain in pension or G.W. increases

## SECTION 2 – POSTING NOTICE

The Employer shall make available to all employees in a manner agreed to between the Company and the Union, a copy of the reporting form sent to the Administrator's Office of payments made to the Western Conference of Teamsters Pension Fund on behalf of the employees at the time payments are made.

## SECTION 3 - SAVINGS

(a) Effective August 1, 2013, UPS shall make contributions into the Pacific Coast Benefits Trust (herein "Trust") at the rate of thirty (30¢) cents per hour on behalf of all employees on whose behalf UPS was obligated to make contributions into the Trust immediately prior to August 1, 2013. With respect to employees whose first (1st) hour of employment (or employment) with UPS is on or after August 1, 2013, UPS shall make contributions at the appropriate rate in effect per compensable hour into the Pacific Coast Benefits Trust Fund on behalf of each such employee beginning on the earlier of the employee's achievement of seniority or the employees' completion of six hundred (600) hours of employment (or re-employment) within twelve (12) consecutive calendar months, such contributions to be made retroactively for all compensable hours in the twelve (12) consecutive months immediately preceding achievement of seniority or the completion of six hundred (600) hours of employment (or reemployment) as the case may be. Provided, however, that UPS shall not contribute for more than one hundred seventy-three (173) hours in any calendar month for each covered employee. The total amount due for each calendar month shall be remitted in a lump sum not later than the tenth (10<sup>th</sup>) day of the following month.

UPS acknowledges that it has received a true copy of the Trust and shall be considered a party thereto. It is understood and agreed that UPS accepts the terms and conditions of this Trust and agrees that the Employer Trustees named pursuant to the Trust are its representatives and consents to be bound by the actions and determinations of the Trustees. UPS further agrees to abide by such rules as may be established by the Trustees of said Trust to facilitate the audit of hours for which contributions are due, the prompt and orderly collection of contributions, and the accurate recording of such hours.

(b) Effective August 1, 2013, ten cents  $(10\phi)$  per hour shall be allocated to the Northern California General Teamsters Security Fund (the Trust) on behalf of all part-time employees qualified under Addendum 1 of the Northern California Sort Rider in accordance with established remittance rules and practices. These monies are to be used to offset required retiree contribution amounts for retiree medical coverage. *This ten* (10¢) cents was originally part of a forty (40¢) cent allocation to the Pacific Coast Benefit Trust.

## SECTION 4 – RETIREE SUPPLEMENT

Effective the first pay period after August 1, 2013, the Employer shall withhold from the earnings of all part-time employees (from the Locals listed above) the amount of eight dollars and sixty five (\$8.65) per month. These monies shall be sent to the Northern California General Teamsters Security Fund (the Trust) in accordance with established remittance rules practices. These monies are to be used to offset required retiree co-pay amounts for retiree medical coverage.

## SECTION 5 - TRUST FUND ACCEPTANCE

Overtime hours, bonus hours, holidays, floating holidays, personal days, jury duty, funeral leave, sick pay, and vacation time payments made in cases of retirement from the Company and vacation time paid for but not worked, shall be considered as time worked for the purpose of this Addendum, but no payments shall be made for unused sick pay benefits or pro-rated payments made in cases of separation (excluding retirement) from the Company.

#### ADDENDUM NO. 2

## LOCALS 70, 287, 315, 665, 890, 912 and 2785

## SECTION 1-PAYMENTS

The first pension increase in 2013 will be effective August 1, 2013. The employer is obligated to pay \$1.00 per hour for each employee each year of the contract for Health and Welfare and Pension. The Health and Welfare obligation is to be paid first, with the balance of the money going to pension. If the Health and Welfare costs increase and exceed \$1.00 per hour for each employee of each year, then maintenance of benefits will apply with no additional increase to pension for that year.

The pension contributions in each Local Union will vary due to the diversion of new pension contributions to cover the cost of Retiree Health and Welfare benefits.

Premiums and benefits in effect during the life of the 2008 – 2013 Agreement will be continued.

The Employer shall pay into the Western Conference of Teamsters Pension Trust Fund for the account of each employee working under this Agreement, the applicable sum as listed below:

#### A.

#### 1. Local 70

(a) Monthly contributions for each employee on the payroll during the full calendar month who has been compensated for one hundred sixty (160) hours or more during such month are:

Effective August 1, 2013 - \$1,551.30 per month Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED

(b) For each employee not covered under (a) above, the payment shall be computed at the rate of:

Effective August 1, 2013 - \$8.95 per compensable hour Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED

## Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED

(c) Effective on the following dates, the Employer will pay total contributions split between amounts for benefit accrual and amounts to pay for PEER/84 under the Program for Enhanced Early Retirement (PEER). The contributions required to provide for PEER will not be taken into consideration for benefit accrual purposes under the plan. The contributions for PEER/84 must at all times be 6.5% of the basic contribution and cannot be decreased or discontinued at any time.

	Basic Contribution	PEER/80	Total Contribution
August 1, 2013 August 1, 2014 August 1, 2015 August 1, 2016 August 1, 2017	\$8.40	\$.55 TO BE DETERI TO BE DETERI TO BE DETERI TO BE DETERI	MINED MINED

# 2. LOCAL 287

(a) Monthly contributions for each employee on the payroll during the full calendar month who has been compensated for one hundred sixty (160) hours or more during such month are:

Effective August 1, 2013 - \$1,507.97 per month Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED

(b) For each employee not covered under (a) above, the payment shall be computed at the rate of:

Effective August 1, 2013 - \$8.70 per compensable hour

Effective August 1, 2014 - TO BE DETERMINED
Effective August 1, 2015 - TO BE DETERMINED
Effective August 1, 2016 - TO BE DETERMINED
Effective August 1, 2017 - TO BE DETERMINED

(c) Effective on the following dates, the Employer will pay total contributions split between amounts for benefit accrual and amounts to pay for PEER/84 under the Program for Enhanced Early Retirement (PEER). The contributions required to provide for PEER will not be taken into consideration for benefit accrual purposes under the plan. The contributions for PEER/84 must at all times be 6.5% of the basic contribution and cannot be decreased or discontinued at any time.

	Basic Contribution	PEER/80	Total Contribution
August 1, 2013 August 1, 2014 August 1, 2015 August 1, 2016 August 1, 2017	\$8.17	\$.53 TO BE DETERI TO BE DETERI TO BE DETERI TO BE DETERI	MINED MINED

## 3. LOCAL 315

(a) Monthly contributions for each employee on the payroll during the full calendar month who has been compensated for one hundred sixty (160) hours or more during such month are:

Effective August 1, 2013 - \$1,426.51 per month Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED

(b) For each employee not covered under (a) above, the payment shall be computed at the rate of:

Effective August 1, 2013 - \$8.23 per hour Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED

(c) Effective on the following dates, the Employer will pay total contributions split between amounts for benefit accrual and amounts to pay for PEER/84 under the Program for Enhanced Early Retirement (PEER). The contributions required to provide for PEER will not be taken into consideration for benefit accrual purposes under the plan. The contributions for PEER/84 must at all times be 6.5% of the basic contribution and cannot be decreased or discontinued at any time.

	Basic Contribution	PEER/80	Total Contribution
August 1, 2013 August 1, 2014 August 1, 2015 August 1, 2016 August 1, 2017	\$7.73	\$.50 TO BE DETER TO BE DETER TO BE DETER TO BE DETER	MINED MINED

#### 4. LOCAL 665 (old 624)

(a) Monthly contributions for each employee on the payroll during the full calendar month who has been compensated for one hundred sixty (160) hours or more during such month are:

Effective August 1, 2013 - \$1464.64 per month Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED

(b) For each employee not covered under (a) above, the payment

shall be computed at the rate of:

Effective August 1, 2013 - \$8.45 per hour Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED

(c) Effective on the following dates, the Employer will pay total contributions split between amounts for benefit accrual and amounts to pay for PEER/84 under the Program for Enhanced Early Retirement (PEER). The contributions required to provide for PEER will not be taken into consideration for benefit accrual purposes under the plan. The contributions for PEER/84 must at all times be 6.5% of the basic contribution and cannot be decreased or discontinued at any time.

	Basic Contribution	PEER/80	Total Contribution
August 1, 2013 August 1, 2014 August 1, 2015 August 1, 2016 August 1, 2017	\$7.93	\$.52 TO BE DETER TO BE DETER TO BE DETER TO BE DETER	MINED MINED

#### 5. LOCAL 890

(a) Monthly contributions for each employee on the payroll during the full calendar month who has been compensated for one hundred sixty (160) hours or more during such month are:

Effective August 1, 2013 - \$1,551.30 per month Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED (b) For each employee not covered under (a) above, the payment shall be computed at the rate of:

Effective August 1, 2013 - \$8.95 per compensable hour Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED

(c) Effective on the following dates, the Employer will pay total contributions split between amounts for benefit accrual and amounts to pay for PEER/84 under the Program for Enhanced Early Retirement (PEER). The contributions required to provide for PEER will not be taken into consideration for benefit accrual purposes under the plan. The contributions for PEER/84 must at all times be 6.5% of the basic contribution and cannot be decreased or discontinued at any time.

	Basic Contribution	PEER/80	Total Contribution
August 1, 2013 August 1, 2014 August 1, 2015 August 1, 2016 August 1, 2017	\$8.40	\$.55 TO BE DETER TO BE DETER TO BE DETER TO BE DETER	MINED MINED

#### 6. LOCAL 912

(a) Monthly contributions for each employee on the payroll during the full calendar month who has been compensated for one hundred sixty (160) hours or more during such month are:

Effective August 1, 2013 - \$1,507.97 per month Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED (b) For each employee not covered under (a) above, the payment shall be computed at the rate of:

Effective August 1, 2013 - \$8.70 per compensable hour Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED

(c) Effective on the following dates, the Employer will pay total contributions split between amounts for benefit accrual and amounts to pay for PEER/84 under the Program for Enhanced Early Retirement (PEER). The contributions required to provide for PEER will not be taken into consideration for benefit accrual purposes under the plan. The contributions for PEER/84 must at all times be 6.5% of the basic contribution and cannot be decreased or discontinued at any time.

	Basic Contribution	PEER/80	Total Contribution
August 1, 2013 August 1, 2014 August 1, 2015 August 1, 2016 August 1, 2017	\$8.17	\$.53 TO BE DETER TO BE DETER TO BE DETER TO BE DETER	MINED MINED

## 7. LOCAL 2785

(a) Monthly contributions for each employee on the payroll during the full calendar month who has been compensated for one hundred sixty (160) hours or more during such month are:

Effective August 1, 2013 - \$1,551.30 per month Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED (b) For each employee not covered under (a) above, the payment shall be computed at the rate of:

Effective August 1, 2013 - \$8.95 per compensable hour Effective August 1, 2014 - TO BE DETERMINED Effective August 1, 2015 - TO BE DETERMINED Effective August 1, 2016 - TO BE DETERMINED Effective August 1, 2017 - TO BE DETERMINED

(c) Effective on the following dates, the Employer will pay total contributions split between amounts for benefit accrual and amounts to pay for PEER/84 under the Program for Enhanced Early Retirement (PEER). The contributions required to provide for PEER will not be taken into consideration for benefit accrual purposes under the plan. The contributions for PEER/84 must at all times be 6.5% of the basic contribution and cannot be decreased or discontinued at any time.

	Basic Contribution	PEER/80	Total Contribution
August 1, 2013 August 1, 2014 August 1, 2015 August 1, 2016 August 1, 2017	\$8.40	\$.55 TO BE DETER TO BE DETER TO BE DETER TO BE DETER	MINED MINED

#### B. LOCALS 70, 287, 315, 665, 856, 890, 912, and 2785

(1) Probationary employees: For probationary employees hired on or after August 1st, 2013 the Employer shall pay an hourly contribution rate of ten cents (\$.10) (including \$0.01 for PEER/84 for part-time employees) during the probationary period as defined in Article 3, Section 1, but in no case for a period longer than the first ninety (90) days from an employee's first date of hire. If and when this period is completed, the full standard contribution rate shall apply. Contributions shall be calculated on the same basis as described in this Article. **C.** Time paid for but not worked, such as holidays and vacation time, shall be considered as time worked for the purpose of this Article.

**D.** The total amount due for each calendar month shall be remitted in a lump sum not later than the 10th day of the following month. The Company agrees to abide to such rules as may be established by the Trustees of said Trust Fund to facilitate the prompt and orderly collection of such amounts, and the accurate reporting and recording of such amounts paid on account of the employees. Failure to make the payments herein provided, within the time specified, shall be a breach of this Agreement.

## E. Locals 315 and 665 (old 624)

Effective January 1, 2008 the employer shall pay fifteen cents  $(15\phi)$  per hour for all hours compensated including overtime hours up to a maximum of 2080 hours per year for all part-time employees to the respective Trust Funds in accordance with established remittance rules and practices. These monies are to be used to offset required retiree contribution amounts for retiree medical coverage. (*The monies for this fifteen cents was negotiated as new monies in 2007 to become effective 1/1/2008*)

## F. Locals 315 and 665 (old 624)

Effective August 1, 2008, and August 1 of all subsequent years, ten cents  $(10\phi)$  per hour shall be allocated from each new increase in pension monies to the respective Health and Welfare Trust Funds in accordance with established remittance rules and practices. These monies shall be paid by the employer for all hours compensated including overtime hours, up to a maximum of 2080 hours per year and are to be used to offset required retiree contribution amounts for retiree medical coverage. If the Trustees of a Trust determine that additional monies are needed to maintain this benefit, said additional monies shall be allocated from the aforementioned new pension increases. For teamsters Local 315 only; there will be no monies diverted from pension or wages after August 1, 2012.

#### G. Locals 70, 287, 890, 912, and 2785

Effective January 1, 2008, UPS shall make contributions at the rate of fifteen cents  $(15\phi)$  per compensable hour up to a maximum of 2080 hours per year into the Pacific Coast Benefits Trust (herein "Trust") on behalf of all part-time employees. (*The monies for this fifteen cents was negotiated as new monies in 2007 to become effective 1/1/2008*)

## SECTION 2 – POSTING NOTICE

The Employer shall make available to all employees in a manner agreed to between the Company and the Union, a copy of the reporting form sent to the Administrator's Office of payments made to the Western Conference of Teamsters Pension Fund on behalf of the employees at the time payments are made.

## SECTION 3 - SAVINGS

Effective August 1, 2008, UPS shall make contributions into the Pacific Coast Benefits Trust (herein "Trust") at the rate of 40 cents per hour on behalf of all employees on whose behalf UPS was obligated to make contributions into the Trust immediately prior to August 1, 2008. With respect to employees whose first (1st) hour of employment (or reemployment) with UPS is on or after August 1, 2008, UPS shall make contributions at the appropriate rate in effect per compensable hour into the Pacific Coast Benefits Trust Fund on behalf of each such employee beginning on the earlier of the employee's achievement of seniority or the employees' completion of six hundred (600) hours of employment (or reemployment) within twelve (12) consecutive calendar months, such contributions to be made retroactively for all compensable hours in the twelve (12) consecutive months immediately preceding achievement of seniority or the completion of six hundred (600) hours of employment (or reemployment) as the case may be. Provided, however, that UPS shall not contribute for more than one hundred seventy-three (173)

hours in any calendar month for each covered employee. The total amount due for each calendar month shall be remitted in a lump sum not later than the tenth (10th) day of the following month. UPS acknowledges that it has received a true copy of the Trust and shall be considered a party thereto. It is understood and agreed that UPS accepts the terms and conditions of this Trust and agrees that the Employer Trustees named pursuant to the Trust are its representatives and consents to be bound by the actions and determinations of the Trustees. UPS further agrees to abide by such rules as may be established by the Trustees of said Trust to facilitate the audit of hours for which contributions are due, the prompt and orderly collection of contributions, and the accurate recording of such hours.

## SECTION 4 – TRUST FUND ACCEPTANCE

Overtime hours, bonus hours, holidays, floating holidays, personal days, jury duty, funeral leave, sick pay and vacation time payments made in cases of retirement from the Company and vacation time paid for but not worked, shall be considered as time worked for the purpose of this Addendum, but no payments shall be made for unused sick pay benefits or pro-rated payments made in cases of separation (excluding retirement) from the Company.

# LETTER OF UNDERSTANDING

## ARTICLE 22.3 FULL TIME EMPLOYEE WORK RULES

1. All Article 22.3 jobs shall be first bid to full time employees and secondarily to part time employees.

2. Employees who have gone through a full time progression and bid into an Article 22.3 job shall not be obligated to undergo a second full time wage progression. An employee, who is in full time wage progression at the time of his being awarded an Article 22.3 job, shall not be forced to start his progression over.

Employees shall be paid according to the National Master UPS Agreement and the NCSA. 3. Jobs bid under Article 22.3 provisions shall be specific to the job class (i.e. loader, sorter, irreg. driver) and subject to the provisions as outlined in Article 22.3. If an Article 22.3 job is changed by fifty percent (50%) or more, the employee shall have the right to retain the job or exercise their seniority to bump into a different Article 22.3 job. Fifty percent (50%) as used in this article is defined as either the entire first shift job or the entire second shift job being changed. The Union will be notified of any proposed changes to an Article 22.3 position at least thirty (30) days prior to implementation of said changes.

4. Full time laid off employees may on the following Monday in order of their seniority work in or cover an Article 22.3 position that they are qualified to perform

5. Article 22.3 employees shall be included and made a part of the single full time seniority list in each building where they are located for lay off, bidding purposes and the assignment of overtime.

6. A minimum of 10% full time relief shall be established from the

part time employees to cover vacations, leaves of absence or other scheduled absences of 22.3 positions. In operations where there are less than ten (10) 22.3 full time positions, there shall be a minimum of one (1) full time relief position bid. After the full time relief list has been exhausted, part time employees may be used to cover absent 22.3 full time positions. These jobs shall count in the number of 22.3 jobs required under Article 22.3 of the National Master UPS Agreement.

7. Part time employees, who desire to work as Article 22.3 relief, shall sign the Article 22.3 relief bid sheet. In order for a part time employee to be eligible for a relief position, their normal part time shift must be part of the same time slot as the Article 22.3 job they are relieving. The employee will work his regular job during his regular shift at the Company's discretion. Excluding sick leave, vacation and leaves of absence, employees who are unavailable or refuse work on three (3) separate occasions within a three (3) month period shall have their names removed from the relief list. An employee will not be allowed to re-bid to the 22.3 relief list until he has been off of the list for five (5) full calendar months.

8. Part time 22.3 shall not gain full time seniority but shall gain progression credit for one full week in any week they work a day as a 22.3 relief. Progression will reset if the employee is off the relief list for two (2) years.

#### LETTER OF UNDERSTANDING

#### SATELLITE FACILITIES

1. Prior to implementing a Satellite facility the Union and the Company must meet and discuss issues surrounding the implementation of the satellite per Article 38 of the National Master UPSA.

2. It is understood that Satellite facilities are an extension of the Center from which the work originated and its employees remain on

the origin Center's seniority list.

3. No employee shall be forced to go to a Satellite facility. A satellite facility shall be staffed in the following order:

First: The driver(s) of the route(s) involved shall be allowed to follow their work.

Second: Bid to the package qualified full-time employees within the origin building.

Third: Bid to all full-time employees within the origin building.

Fourth: Bid to all part-time employees within the origin building.

Fifth: Outside hire.

4. All relief drivers will start and finish at the origin center and be provided transportation to and from the Satellite Facility.

5. Suitable sanitary facilities shall be available within two (2) miles of the satellite site.

6. Starting times for satellite centers further than thirty (30) but less fifty (50) miles from the home center shall not be later than 9:30 a.m. Starting times for satellite centers further than fifty (50) miles shall not be later than 10 a.m. All other satellite centers will have starting times in accordance with Article 22, Section 4. Mileage for the purpose of this Article shall be determined by placing the exact addresses of the origin center and the Satellite facility in MapQuest using the shortest distance formula. In areas where there are existing Satellite facilities, the Union shall inform the Company within thirty (30) days if they wish to red circle the existing start times for those Satellite facilities.

7. Shelter from snow and rain shall be provided at all Satellite fa-

cilities which have five (5) or more drivers. Satellite Centers with less than five (5) drivers that suffer from extreme conditions shall be subject to review on a case by case basis.

## LETTER OF UNDERSTANDING

# LETTER OF UNDERSTANDING PEAK SEASON HELPERS 2013 - 2018

The function of the Peak Season Helper is to work under the direction of a package driver. At no time shall an employee be classified as a Peak Season Helper if he/she is not under the direct supervision of and working in conjunction with a package driver. The following provisions shall apply to Peak Season Helpers:

1. Peak Season Helpers may be used between November 1 and January 15.

2. A minimum of fifty percent (50%) of the helpers working in any given building on any given day shall be from the inside ranks. Such helper work shall be offered by seniority. Utility and Air Drivers may only work as helpers if they are not needed for utility or air work. During this period, when these drivers are needed and thus not available for helper work, they will be guaranteed eight (8) hours that day in combination with their inside job and driving job. This applies to the Peak Season only and there is no obligation to the Company to work anyone on overtime.

3. Inside employees cannot be helpers if it conflicts with their primary job function.

4. The Helper rate of pay will be as follows for all hours spent in the Helper classification:

2013	\$15.20 per hour
2014	\$15.20
2015	\$15.50

2016	\$15.50
2017	\$15.50
2018	\$15.80

The above rates will apply to all seniority employees effective November 1, 2013. Off the street helpers will be paid \$8.25 per hour.

5. A Helper bid list will be posted for five (5) days. Any inside employees wanting to be considered for Helper work must sign up during this period. The list of successful job bidders, by seniority, will be posted with a copy to the Union.

6. Part-time employees who choose to work as Helpers shall be guaranteed eight (8) hours per day between their primary jobs and their helper assignments. There will be no obligation to the Company to work Helpers overtime; however Helpers will be guaranteed to work their full primary shift.

7. Overtime rates shall apply to all hours worked over eight (8) hours per day in addition to overtime on employee's respective parttime shifts. Overtime rates shall be predicated on the job at the time of overtime.

8. All off the street Helpers will be part time employees. The Company shall provide the Local Union with a list of all off the street Helpers within 5 days of their start date.

9. The Company will not be obligated to pay Health and Welfare payments for these temporary employees. If these temporary employees work in any other classification, the Company will be obligated to these payments. If the Company retains the employee past the helper period, the Company would be obligated to make retroactive Health and Welfare payments for all hours the employee has worked.

10. The off the street helpers will receive a guarantee of 3.5 hours and receive overtime after five (5) hours of work per day.

11. All helpers may start and finish on area.

12. All helpers may use a DIAD board to clock on and off.

13. Flexible starting times may be used.

14. Peak Season package driving positions will be offered to employees by seniority in the following order:

A. Full time 22.3 driver qualified employees.

B. Utility drivers and air drivers

C. Peak Season hires.

Once a position is accepted, the employee will continue to work in that position until January 15 or until no longer needed. During this period, the employee will no longer work in their regular position. The employee will return to his/her regular position upon completion of his/her temporary position or due to lay-off during this period.

15. Helpers are entitled to all personal time outlined in the Labor Contract.

16. In the event UPS enters into any agreement with any Local Union that is superior to what is contained in this agreement, the other Locals will receive that same benefit.