

**Labour Agreement
May 1, 2012 to April 30, 2017**

BETWEEN

**Catalyst Paper
Port Alberni Division**

AND

**Canadian Office & Professional
Employees Union
Local No. 378**

THIS AGREEMENT entered into this 16th day of May, 2012

BETWEEN:

CATALYST PAPER

Port Alberni Division
4000 Stamp Avenue,
Port Alberni, British Columbia,
(Hereinafter referred to as the "Company")

and:

CANADIAN OFFICE AND PROFESSIONAL EMPLOYEES UNION, Local 378,

4595 Canada Way,
Burnaby, B.C. V5G 1J9
(Hereinafter referred to as the "Union")



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PREAMBLE

It is recognized by this Agreement to be the duty of the Company, the Union and the employees to co-operate fully, individually and collectively. The Company and the Union agree to abide by the terms set out in this Agreement. The Union agrees that it will at all times, instruct its members and the Company agrees that it will at all times, instruct its supervisory staff to act in accordance with the terms contained in this Agreement.

It is also recognized that the Company, the Union and employees will continue to work together to improve productivity and competitive position.

The Company and Union subscribe to, and support, the principles of the Human Rights Code of B.C., and subsequent amendments.

ARTICLE 1 – RECOGNITION

The Company recognizes the Union as the sole collective bargaining agent for the office and technical employees covered by this Agreement as determined by the Labour Relations Board of British Columbia.

ARTICLE 2 – MANAGEMENT RIGHTS

All management rights heretofore exercised by the Company unless expressly limited by this Agreement, are reserved to and vested exclusively in the Company.

ARTICLE 3 – UNION SECURITY

3.01

Any employee hired on or after July 1, 1981, or any employee who is now a member in good standing or who becomes reinstated as a member of the Union, shall as a condition of employment, maintain membership in good standing in the Union throughout the term of this Agreement and without limiting the generality of the foregoing, all employees hired on or after July 1, 1981 during the term of this Agreement shall as a condition of employment become a member of the Union thirty (30) days after becoming employed by the Company.

3.02

Upon written authorization from the employee, the Company agrees to deduct from the salary of each employee in the bargaining unit employed for thirty (30) calendar days or more, an amount equivalent to the regular monthly dues. In addition, the Company will deduct initiation fees and assessments upon written authorization, from each bargaining unit employee. Such dues, fees and assessments will be remitted to the Union once monthly, together with a list of employees from whom such deductions are made.

The Union agrees to file initiation fees and dues deduction assignment forms with the Company for each employee prior to such deduction.



3.03

In order to provide an orderly and speedy procedure for settling of grievances, the Company acknowledges the right of the Union to appoint or elect up to three (3) Job Stewards; whose duties, in addition to their responsibilities and the requirements of their positions with the Company, shall be to assist any employee in the bargaining unit represented by Steward, in preparing and presenting their grievance in accordance with the grievance procedure.

3.04

The Union shall notify the Company in writing of the name and length of appointment of each of the Job Stewards, before the Company shall be required to recognize them.

3.05

The Company agrees that the Job Stewards shall be given reasonable freedom of action in investigating disputes at time periods mutually agreeable to the Company and Job Steward.

ARTICLE 4 – WORK SCHEDULE AND OVERTIME

4.01

The standard work day shall consist of 7 ½ hours and the standard work week shall consist of 37 ½ hours, Monday through Saturday. Each employee shall work five (5) days followed by Saturday and Sunday off duty or Sunday and Monday off duty.

Starting and finishing times of the standard work day shall be 8:00 a.m. to 4:30 p.m. respectively. However, certain employees may be required to observe other than the specific starting and finishing time.

In the event alternate traditional 5-day work week schedules are implemented elsewhere within Port Alberni Division, members of COPE will be given an opportunity to examine shift schedules with Management to determine the appropriateness of implementing trial alternate schedules (Departments and some positions are unique and will have to be reviewed separately.) Following the trial(s), agreement from both Management and Union will be required if further trials or a permanent schedule is implemented.

4.02

A lunch period of one hour shall be provided and taken as close as possible to the middle of the working day.

4.03

Each employee shall receive two relief periods of ten minutes each, one taken in the morning and one in the afternoon.

4.04

Overtime shall consist of work in excess of the standard work day, or the standard work week and work performed on a Sunday, a holiday or on a regular scheduled day off.

4.05

The rate of pay for each hour of overtime shall be one and one-half times the rate of pay for each hour of the standard work week or double the rate of pay for each hour of the standard work day.

The following is suspended for the period of May 1, 2012 – April 30, 2015. Hours worked in these circumstances will be paid at one and one-half times the rate of pay.

Double time will be paid in the following circumstances:

- *Hours over 10 ½ in a day.*
- *Hours over 7 ½ on a Sunday, Holiday or scheduled day off.*
- *Hours over 45 in a week excluding the hours worked in excess of 7 ½ hours in any one day, i.e. if employee worked 7 ½ hours each day for 7 consecutive days in a week, then all hours worked on the seventh day would be paid at double time.*
- *All hours worked on the following days:*

New Years Day 40 hours 4:00 p.m. December 31 to 8:00 a.m. January 2.

Easter Monday 24 hours 8:00 a.m. Monday to 8:00 a.m. Tuesday.

Dominion Day 24 hours 8:00 a.m. July 1 to 8:00 a.m. July 2.

Labour Day 24 hours 8:00 a.m. Monday to 8:00 a.m. Tuesday.

Christmas Eve 24 hours 8:00 a.m. December 24 to 8:00 a.m. December 25

Christmas Day 24 hours 8:00 a.m. December 25 to 8:00 a.m. December 26.

Boxing Day 24 hours 8:00 a.m. December 26 to 8:00 a.m. December 27.

4.06

Overtime shall be paid for no later than the pay day following the salary period in which the overtime was worked.

4.07

An employee required to work more than one (1) hour beyond the end of the standard work day shall be provided a hot meal at the usual time by and at the expense of the Company. If the employee continues to work, a meal which shall be hot if practicable shall be provided every four (4) hours thereafter.

The meal may be eaten on Company time.



4.08

An employee called to work after their scheduled hours in the day and after having left the Company's premises, shall be paid a minimum of four (4) hours' pay at straight time or the overtime rate for the hours worked, whichever is greater. An employee called to work on a day off duty (including Sundays and holidays) shall be paid a minimum of four (4) hours at straight time or the overtime rate for the hours worked, whichever is greater.

4.09

In the event that an employee is called in to work on a vacation day, the employee will be permitted to re-schedule said day at a time mutually agreed upon by the employee and their supervisor.

4.10

A shift differential of two dollars and fifty cents (\$2.50) per shift will be paid for all full shifts worked outside the recognized day hours.

ARTICLE 5 – LEAVE OF ABSENCE

5.01

Employees will be granted reasonable leave of absence without pay during the term of this Agreement for the purpose of Union Business. The Company must be notified in writing one week in advance of the request for leave.

5.02

An employee on leave of absence for Union Business will continue to accrue seniority in the bargaining unit for periods of up to six (6) months.

5.03

Leave of absence without pay in cases of maternity and parental leave shall be granted in accordance with the Employment Standards Act, and subsequent amendments.

The Company will grant extended maternity leave to female employees to a maximum of six (6) weeks in excess of that provided in the Employment Standards Act where there is a valid and documented medical reason applicable to the health or well-being of mother and/or child.

5.04

Any employee summoned to Jury Duty or subpoenaed as a witness, on a day on which they would normally have worked, will be reimbursed by the Company for the difference between the amount received for such duty and the amount they would have earned had they worked on such days. Employees will furnish the Employer with such statement of earnings as may be supplied.

ARTICLE 6 – SENIORITY

6.01

An employee shall be considered on probation for a period of sixty (60) days from the last date of hiring.

6.02

During the term of the 60 day probationary period a probationary employee shall be entitled to all rights and privileges of this agreement. After the completion of the probationary period their seniority shall be effective as of the original date of employment. Part-time seniority shall be based on one day seniority for each day or portion of a day worked.

6.03

Seniority shall be applied and administered within the bargaining unit on an office-wide basis.

6.04

When the Company fills bargaining unit job vacancies or newly created bargaining unit positions, it will do so from within the bargaining unit provided employees making application have the necessary qualifications to satisfactorily perform the job. The Company will provide on-the-job training as required during the trial period.

6.05

Promotions shall be on the basis of ability, qualifications and seniority. If two or more employees have the same relative qualifications the employee with the greatest seniority shall be selected.

6.06

- (a) An employee promoted to a higher rated position shall be on trial for the first thirty, (30) days. If during the first thirty, (30) days the employee is considered to be unsuitable for the position, or if the employee considers the position unsuitable for them, they shall be returned to their former position or one of equal rank.
- (b) Any employee transferring to a position of equal rank or lower will have the option of considering the position unsuitable for him/her within a pre-determined time limit to be set by the Company after consultation with the Union. If during that time period the employee is considered to be unsuitable for the position, or if the employee considers the positions unsuitable they shall be returned to their former position, at the former rate of pay.



6.07

If a reduction in staff is necessary the Union shall be consulted by the Company and privileged to present recommendations which will be considered by the Company prior to a decision by the Company. In cases where time does not permit such prior consultation the Company will take temporary action only until the recommendations of the Union can be considered.

6.08

In the event of a reduction of staff, the most junior employee shall be laid off first and the most senior employee last.

6.09

- (a) An employee affected by a layoff, reduction of staff or position elimination shall have the option of displacing an employee with less seniority in the same or lower salary group provided they have the qualifications required to perform the job.
- (b) If no same or lower salary group position exists the employee shall be allowed to displace any employee with less seniority in the next higher group available.
- (c) The displaced employee shall follow the process established above in displacing employees with less seniority than them.
- (d) An employee so affected shall be on a trial period for the first thirty (30) days. If during the first thirty (30) days the employee is considered to be unsuitable for the position, or if the employee considers the position unsuitable for them, they shall be allowed to displace another employee with less seniority in the same or lower salary group than the position they originally had, provided such position exists. The trial basis may be extended by mutual agreement between the parties.
- (e) The Company will provide on-the-job or special training as required during the trial period.

6.10

- (a) For permanent loss of employment, notice of layoff shall be given an employee, other than a probationary employee, or employees hired for work of known temporary duration, two weeks before they are scheduled to be laid off. Where an employee is laid off due to a Company decision to permanently eliminate a position then that employee may elect to terminate and not be eligible for recall as described in Section 11 of this Article. If the employee makes such election within thirty (30) days of the date the elimination is deemed permanent then the employee will receive severance pay on the following basis:

Years of Employment	Severance Allowance weeks/year
1 st ten years	2 weeks
Subsequent years	1 week

Maximum Severance Allowance 45 weeks.

For employees with a minimum of one (1) years employment during their last period of continuous service, severance allowance shall not be less than four (4) weeks pay. The employee may elect to defer receipt of this payment for up to 12 months.

- (b) No employee shall be eligible for severance payment under both Article 10 Technological Change and Article 6, Seniority.
- (c) Where a temporary curtailment of mill operation is planned the Company will endeavor to give the Union as much notice as possible.
- (d) Enhancements in Severance Allowance achieved by the CEP through collective bargaining will be incorporated into this agreement.

6.11

- (a) An employee who is laid off shall be subject to recall in order of seniority, subject to their qualifications to fill the available position, but shall have no rights as an employee under this agreement save the right of recall in order of seniority and welfare and benefit coverage in accordance with Section 11 (b). Employees shall retain their seniority for one year from the date of layoff, plus one additional month for each year of continuous service up to an additional 12 months. Employees who are on the recall list and are called back for temporary work assignments shall have their recall rights extended by one (1) day for every one (1) day or part thereof worked.
- (b) The following Company-paid benefit plans will remain in effect for employees with one (1) or more years seniority for six (6) months and for employees with more than four (4) months but less than one (1) year's seniority for three (3) months while on layoff:
 - (i) Group Life Insurance Plan
 - (ii) Provincial Health Plans and Extended Health Benefit Plan
 - (iii) Dental Care Plan

6.12

Any notice of recall to an employee other than a probationary employee who has been laid off shall be made by registered mail to the last known address of the employee. The employee must respond to recall notice within 7 days of issuance or lose all rights of seniority. Bona fide reasons for failure to report shall not deprive an employee of their recall rights.

6.13

Seniority shall mean length of continuous service, with the Company and its predecessors as an employee in the bargaining unit, and credit shall be given for all continuous service prior to certification, in positions included in the bargaining unit at the time of certification.



6.14

Except as provided in Section 15 following, an employee who leaves the bargaining unit and subsequently returns, will be considered as a new employee from the date of re-entering the unit for the purpose of determining seniority credit.

6.15

An employee, who, at the request of the Company, temporarily leaves the bargaining unit for a period of less than three (3) months to fill a Company position outside the scope of the bargaining unit, shall be credited with accumulative seniority, on returning to the bargaining unit. If the temporary leave referred to herein exceed a period of three (3) months, the employee shall be credited with a maximum of three (3) months of that temporary leave.

6.16

Seniority will accrue to periods not exceeding three (3) calendar months for those employees on approved Leave of Absence without pay. Employees on Union Leave or Maternity Leave will accrue seniority as outlined in Article 5.

6.17

No seniority shall accrue for short terms of temporary work except that temporary employees who attain regular status shall have seniority credited from date of entry as an employee of the Company on a continuous basis.

6.18

Seniority lists will be made available by the Company at such times as may be required for the administration of this Agreement but not exceeding twice per 12 month period.

ARTICLE 7 – SALARIES

7.01

The salary schedules to be in effect for the period May 1, 2012 until April 30, 2017 inclusive, shall be set forth in Appendix “A”.

7.02

When a new position is created or an existing one changed, the Company will make a temporary evaluation and will advise the Union in writing of the rank of the position. In the event of a disagreement between the Union and the Company with regard to the ranking of the position, the matter shall be dealt with as provided in the Grievance Procedure, Article 13 of this Agreement.

7.03

Step rate changes shall be effective on the first or 16th of the month, whichever date is closest to the employee’s job anniversary date. Rate changes on promotion will be effective the date of promotion, provided the employee successfully completes the 30-day trial period.

ARTICLE 8 – POSITION POSTING, UPGRADING, & TEMPORARY POSITIONS

8.01 – Technical

New positions and positions becoming vacant within the Technical section of the bargaining unit shall be filled pursuant to the Line of Progression Agreement and the bottom position will be posted for a minimum of three (3) working days with a copy to the Union. The job posting shall outline job title, group classification and necessary qualifications.

8.02 – Position Upgrading

A technical position if upgraded will be placed in the Line of Progression and will be filled according to the Line of Progression Agreement and if a vacancy results, the bottom job will be posted for a minimum of three (3) working days with a copy to the Union. The posting shall outline job title, group classification and necessary qualifications.

8.03 – Temporary Postings

- (a) Positions designated by the Company as temporary and vacancies occurring due to illness, injury, maternity leave or other authorized leaves of absences will be filled by employees hired on a temporary basis. An employee hired on a temporary basis shall be entitled to all the rights and privileges of this agreement.
- (b) Positions designated by the Company as temporary positions shall not exceed three (3) months duration. Should the Company require an extension for a temporary position it will consult with the Union. The temporary position may continue as is for a period mutually agreed to or it shall become vacant and posted.
- (c) Temporary positions created as a result of vacancies due to illness, injury, maternity leave or other authorized leaves of absences shall be filled on a temporary basis for the duration of the vacancy or for two (2) years, whichever is shorter. Should the vacancy remain for more than one year it shall become vacant and posted.
- (d) A regular full time or part time employee who has been displaced from their position due to Section 4 (c) shall:
 - (1) Be returned to the same position they held prior to the leave provided they have more seniority than the incumbent or be entitled to review all postings circulated in the twelve (12) months preceding their return to work and choose to bump into one of these positions provided they have more seniority than the incumbent.
 - (2) If their former position has been eliminated prior to their return to work, be entitled to bump into a position in the same or lower salary group and their salary and benefits shall be in accordance with Appendix A, Section 5.
 - (3) Be entitled to choose to fill a vacant position in a lower salary group and their salary will be that of the position they fill.

- (e) Prior to temporary positions being filled, the Union shall be consulted and privileged to present recommendations which will be considered by the Company.

ARTICLE 9 – DEFINITION OF EMPLOYEES

9.01

PROBATIONARY EMPLOYEE

All new employees except temporary employees will be considered probationary for the first sixty (60) days of employment. After sixty (60) days employment, an employee will become regular. Temporary employees transferred to, or attaining regular status, shall have their temporary period of employment included in their probationary period.

9.02

FULL TIME REGULAR

An employee hired to work on a full-time basis in a regular continuing position.

9.03

PART-TIME REGULAR

An employee hired to work regular hours or days on a continuing basis but who works less than the normal working hours in a month.

9.04

TEMPORARY

An employee hired for a specified period not exceeding four (4) months duration. A temporary employee attaining regular status will have rights under this Agreement which is based on length of service or seniority dated from the start of continuous employment.

ARTICLE 10 – TECHNOLOGICAL CHANGES

10.01

The Company will provide the Union with at least 180 days notice of intention to introduce automation, mechanization or equipment changes which might result in displacement or reduction of personnel or in changes of job classifications.

It is the intention to provide the individual affected with not less than 30 days notice prior to implementation of said change.

10.02

Wherever practical, employees who become redundant due to such technological change will be offered alternative employment and appropriate training opportunities without loss of pay for such period of retraining.

10.03

In cases where a job has been eliminated through Technological Change the incumbent shall elect:

- (a) To displace an employee with less seniority in the same salary group or lower salary group provided they have the ability and qualifications required to perform the job. Employees who are displaced from their jobs as a result of such bump-back procedure may themselves displace less senior employees in the same or lower classifications providing they have the ability and qualifications required to perform the job.
- (b) To be placed on the recall list in accordance with Article 6, Section 11.
- (c) Termination of employment as described in Section 4 of this Article.

10.04

Where an employee who has more than three (3) months service elects to terminate and not be eligible for recall as described in Section 3, they will receive severance pay on the following basis:

Years of Employment	Severance Allowance weeks/year
1 st ten years	2 weeks
Subsequent years	1 week
Maximum Severance Allowance	45 weeks

For employees with a minimum of one (1) years employment during their last period of continuous service, severance shall not be less than four (4) weeks' pay.

The employee will have the option of taking severance pay at the time of termination or within twelve months of termination.

Enhancements in Severance Allowance achieved by the CEP through collective bargaining will be incorporated into this agreement.

10.05

In the event that work regularly performed by employees within the bargaining unit of Local 378, COPE is removed from the plant and consolidated at Vancouver, the Company agrees that the provisions which apply to technological change will apply to employees affected, whether or not a technological change has occurred.

ARTICLE 11 – GENERAL

11.01

The Company agrees to provide adequate conditions such as proper lighting, ventilation and washroom and lunchroom facilities.



11.02

STATUTORY HOLIDAYS QUALIFYING CONDITIONS

Any employee who is on the payroll of the Company on a Statutory Holiday will be granted 7 ½ hours pay at straight time rate of the employee's regular job subject to compliance with all the conditions set forth below.

- (a) the employee must have been employed for thirty (30) days
- (b) the employee must have worked at least one (1) day during the 15 days immediately preceding the Statutory Holiday unless:
 - (i) the employee is on an authorized paid vacation
 - (ii) the employee is unable to work by reason of an industrial accident as recognized by the Worker's Compensation Board or non-occupational sickness or injury

11.03

The disciplinary record of an employee, including letters of reprimand or warnings, shall not be used against them at any time after twelve (12) months.

An employee who has been given a written reprimand may, after two (2) years without further discipline on their personnel file, request a review of their file to have the reprimand removed. However, the final decision to remove the written reprimand remains with Management.

In cases involving suspension, the disciplinary notice will remain on the employee's file for twenty-four (24) months and not used after that period provided no other discipline has occurred during the time.

The presence of a Union Shop Steward is mandatory at any meeting during which the employee is disciplined.

ARTICLE 12 – DISCHARGE

It is hereby agreed that the Company has the right to discharge an employee for reasonable and sufficient cause. The Company agrees to advise the Union of such discharge and the reasons therefore.

ARTICLE 13 - GRIEVANCE PROCEDURE

13.01

All differences between the Company and the Union or between the Company and an employee or employees bound by this Agreement, concerning its interpretation, operation or alleged violation thereof, shall be settled in accordance with the following procedure. If the employee has a complaint against the Company, it should be referred to as a grievance and the procedure for settlement shall commence at Step 1. Grievances other than those involving employees may be initiated by Step 2 by either party.

Step 1

The employee involved shall first take up the grievance with the supervisor directly in charge of the work within five (5) working days of the happening of events giving rise to the grievance. The employee may be accompanied by a job steward.

Step 2

If the grievance is not satisfactorily settled at Step 1, the employee may within five (5) working days, submit the grievance in writing to the Standing Committee.

Step 3

If a satisfactory settlement is not reached at Step 2, the grievance shall be referred within five (5) working days to the Chief Officer of the Union and Mill Manager of the Company. Failing settlement within a further ten (10) working days of receipt of notice, the dispute may be referred to arbitration as set forth in Article 14.

13.02

If a grievance has not advanced to the next stage under Steps 1, 2, or 3, within the time provided, then the grievance shall be deemed to be abandoned, and all rights of recourse to the grievance procedure in respect of that complaint shall be at an end.

13.03

The time limits set forth in this Article may be extended by mutual consent between the Union and the Company.

ARTICLE 14 – ARBITRATION

14.01

Within ten (10) days of completion of the procedure described in Article XV, either party may notify the other in writing of its intention to proceed to arbitrate a matter remaining in dispute. The parties will then forthwith endeavor to agree upon the selection of a single arbitrator to hear the dispute. If unable to agree upon the selection of an Arbitrator, they will within thirty (30) days apply to have an Arbitrator appointed under the provisions of the Labour Relations Code of British Columbia. The Arbitrator shall have jurisdiction to determine whether a grievance is arbitratable but shall have no jurisdiction to alter the terms of this Agreement.

14.02

The Arbitrator shall hear the dispute within thirty (30) days of their appointment and shall hand down a final and binding decision within a further fifteen (15) days.

14.03

The parties agree that each will pay one-half of the fees and expenses of the Arbitrator.

ARTICLE 15 – NOTICES

For the purposes of this Agreement, any notice or other communication addressed by one party to the other at the address shown at the head of this Agreement and sent through Canada Post shall be presumed unless the contrary is proved, to have been received by the addressee in the ordinary course of mail.

ARTICLE 16 – STRIKES AND LOCKOUTS

There shall be no strike, slowdown or lockout during the term of this Agreement.

ARTICLE 17 – DURATION OF AGREEMENT

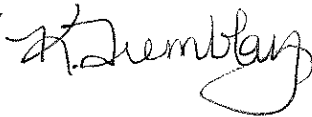
This Agreement shall be effective from May 1, 2012 to and including April 30, 2017 and shall automatically be renewed from year to year thereafter unless either party serves upon the other hereto notice in writing of the desire to terminate the Agreement at least sixty (60) days and not more than ninety (90) days prior to the date of expiration of the Agreement. The parties agree that the operation of Section 50 (2) and (3) of the Labour Relations Code of British Columbia is hereby excluded.

FOR:

Catalyst Paper
Port Alberni Division

Steve Boniferno
Senior Vice-President, Human Resources

Krista Tremblay
HR Manager

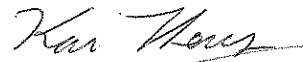


Canadian Office & Professional
Employees Union, Local 378

Barry Hodson
UNION Representative



Kai Theus
COPE 378



Kate Tanner
COPE 378



APPENDIX A

SECTION 1 – SALARY SCHEDULE

GROUP 9	Step 1 Date of Hire	Step 2 3 months	Step 3 12 months	Step 4 24 months	Step 5 36 months	Step 6 48 months
May 1, 2012- April 30, 2015:	56696	59091	62014	65103	66715	70361
May 1, 2015- April 30, 2016:	57830	60273	63254	66405	68049	71768
May 1, 2016- April 30, 2017:	58987	61479	64519	67733	69410	73203

Wage Increases: Effective May 1, 2015 – 2%
Effective May 1, 2016 – 2%

SECTION 2 – SALARY SCHEDULE – TECHNICAL DEPARTMENT

The following positions are included in this Section:

- Process Technician
- Environmental Technician

It is the practice within the Technical Department to assign tasks based on skills, ability and employee availability. To recognize the non-boundaries between the various jobs within the technical department and further create an environment of cooperation and skill enhancement opportunities throughout the department, the following salary policy shall apply:

For the 2 position Technical Department, a new employee will enter the salary schedule at Group 9 – Step One.

In the event that another employee is hired into COPE Local 378, the previous salary/grade structure will be referenced to determine salary.

As per Letter of Understanding – Line of Progression, Technical – vacancies within this department will be filled from within the Line of Progression.

SECTION 3 – CLASSIFICATION OF POSITIONS

Position Group	Position Title	Department
9	Environmental Technician	Technical
9	Process Technician	Technical

SECTION 4 – RATES ON PROMOTIONS

An employee who is promoted to a higher position group shall receive the greater of: the minimum rate of the higher group, or an increase of 5% in their salary, adjusted, if it falls between steps, to the higher of these two steps in the new position group, or if it falls beyond the highest step, to the highest step in the position group. The new rate will be paid effective the date of promotion, provided the employee successfully completes the thirty (30) day trial period.

Employees shall progress automatically up the salary range for their job groupings in accordance with the required service on the job. However, if an employee is placed on a length of service step higher than the minimum required by their service, i.e. on being hired or by promotion, they shall progress up the salary range thereafter as though they had the required service on the job.

SECTION 5 – RATES ON TRANSFERS

An employee transferred from one position to another within the same position group shall receive the same salary as paid in the former position.

SECTION 6 – RATES ON SET BACKS

An employee who is set back to a lower position because of a reduction of staff will maintain their existing rate of pay until such time as the rate of pay for the lower position equals the rate the employee was receiving at the time of the set back. Negotiated increases will not be passed on to the employee until the rate of the new position exceeds their rate at the time of the set back.

SECTION 7 – RATES ON DEMOTIONS

An employee who is demoted to a lower position for reasons other than a reduction of staff shall receive the rate appropriate to the lower position group.

SECTION 8 – RATES ON REINSTATEMENTS

An employee who is recalled to work and reinstated shall be paid the rate within the range currently prevailing in that group appropriate to the employee's service in that group.

SECTION 9 – RATES ON RELIEF

An employee assigned to a higher position group within the bargaining unit on a temporary basis will receive a higher rate from the first day of such assignment if the employee is providing the necessary relief coverage. The higher rate will be the greater of the minimum rate of the higher position group or an increase of 5% per group adjusted if it falls between steps to the higher of these two steps in the higher position group, or if it falls beyond the highest step, to the highest step in the new position group.

It is understood that the higher rate will not apply for any period of training or re-training.

LETTER OF UNDERSTANDING BENEFITS

Catalyst Paper
Port Alberni Division
4000 Stamp Avenue
Port Alberni, BC
V9Y 5J7

May, 1995
(Re-issued August 2000)
(Re-issued February 2006)
(Re-issued May 2012)

D. Sjerven
Chief Steward
COPE, Local 15

Dear Dave:

This will confirm our mutual agreement that during the period covered by the Collective Agreement in effect from May 1, 2012 to April 30, 2017, the employees of Catalyst Paper Port Alberni Division who are covered by the Agreement will be entitled to the same vacation, statutory holiday and employee welfare benefits which are available to other salaried employees of Port Alberni Division.

Yours truly,
Catalyst Paper
Port Alberni Division
Norm Kofler
Employee Relations Supervisor



**LETTER OF UNDERSTANDING
LINE OF PROGRESSION, TECHNICAL**

BETWEEN:

Catalyst Paper
Port Alberni Division
Stamp Avenue, Port Alberni, B.C.
(Hereinafter referred to as the "Company")

AND:

Canadian Office And Professional Employees Union
Local 15
14625 – 108th Ave.
Surrey, B.C. V3R 1V9
(Hereinafter referred to as the "Union")

The parties agree that a Line of Progression exists in the Technical Department.

Vacancies will be filled from within the Line of Progression. For the purposes of posting, the entry job into the Department will be the only job posted.

The Department will continue to relieve per current practice.

Office & Technical Employees
Union, Local 15
Barry Hodson
April 12, 2000

Catalyst Paper
Port Alberni Div.
Kathy Gomez
April 12, 2000

LETTER OF UNDERSTANDING

RESPECTING SUB-CONTRACTING OR RE-DIRECTION OF WORK PERFORMED BY COPE

- a) COPE fully understands and appreciates that the number of bargaining unit positions may be reduced over time for a variety of reasons. However, the conditions set out in this letter of understanding apply to the sub-contracting or redirection of work performed by COPE.
- b) The Company will notify the Union when consideration is being given to redirecting duties normally performed by COPE to another location or by other employees, management or contractors. The Company will then meaningfully consult with the Union respecting such changes in advance of the changes being introduced. However, once such consultation has taken place, the Company may then proceed with implementation of the changes.
- c) If bargaining unit positions are downgraded as a result of sub-contracting or the redirection of work, the employees in those positions will retain their existing classifications and will continue to receive all the wage increases applying to those classifications.
- d) During the term of the collective agreement, no current regular employee in the bargaining unit will be subject to lay off as the result of sub-contracting or the redirection of duties normally performed by COPE.”

This letter of understanding will expire on April 30, 2017 and will be subject to negotiations at that time.

