# COLLECTIVE BARGAINING AGREEMENT BETWEEN

**SSP AMERICA** 

**AND** 

**UNITE HERE LOCAL 17, AFL-CIO** 

Effective February 6, 2016 through February 5, 2019

# **TABLE OF CONTENTS**

ARTICLE 1	RECOGNITION	1
ARTICLE 2	UNION RIGHTS (INCLUDING SECURITY, CHECKOFF, STEWARDS, RIGHTS AND BULLETIN BOARD)	2
2.1	Membership:	2
2.2	Hire From Any Source:	2
2.3	Orientation:	2
2.4	Union Fees and Dues:	3
2.5	Voluntary Political Deductions:	3
2.6	Union Stewards:	4
2.7	Union Representative:	4
2.8	Security Approval:	4
2.9	Union Buttons:	4
2.10	Bulletin Board:	5
2.11	Indemnification:	5
ARTICLE 3	MANAGEMENT RIGHTS	5
3.1	Right to Manage:	5
3.2	Non-Inclusive Employer Rights:	6
3.3	Rights Retained:	6
3.4	Excess of Minimums:	6
3.5	Electronic Surveillance:	6
ARTICLE 4	LABOR-MANAGEMENT COMMITTEE	6
ARTICLE 5	NON-DISCRIMINATION	6
5.1	Objectives:	6
5.2	Process For Resolving:	7
ARTICLE 6	IMMIGRATION RIGHTS	7
ARTICLE 7	SENIORITY (INCLUDING FILLING OF VACANCY LAYOFF, RECALL AND BREAK IN SENIORITY)	7
7.1	Definition:	7
7 2	Seniority Rights:	8

7.3	Temporary Openings:	9
7.4	Job Posting and Bidding:	9
7.5	Transfer from Bid Probationary Period:	10
7.6	Schedules and Schedule Changes:	10
7.7	Permanent Unit Closing or Layoff:	10
7.8	Bumping	10
7.9	Recall Rights:	11
7.10	Same Date Seniority:	11
7.11	Notice of Recall:	11
7.12	Breaks in Seniority:	11
ARTICLE 8	DISCHARGE, DISCIPLINE AND PROBATIONARY PERIOD	12
8.1	Probationary Employees:	12
8.2	Discipline:	12
8.3	Representative At Disciplinary Meeting:	13
8.4	Warning Disciplinary Notices:	13
8.5	Personnel Files	13
8.6	Investigatory Suspensions:	14
8.7	Shoppers Report:	14
ARTICLE 9	CASH HANDLING	14
ARTICLE 10	GRIEVANCE PROCEDURE AND ARBITRATION	14
10.1	Grievances:	14
10.2	Time Limits:	15
10.3	Process and Steps:	15
10.4	Sole and Exclusive Remedy:	17
10.5	Arbitration Awards:	17
ARTICLE 11	WORK TIME (INCLUDING HOURS OF WORK, OVERTIME, WORKING CONDITIONS)	18
11.1	Work Schedules:	18
11.2	Clocking Out:	18
11.3	Employees:	18
11 4	Overtime:	18

11.5	Successive Shifts:	19
11.6	Breaks:	. 19
ARTICLE 12	COMPENSATION	19
12.1	Wage Rates:	. 19
12.2	New Classifications:	19
12.3	Cross Classification Work:	20
12.4	Gratuities:	20
12.5	Pay Days and Direct Deposit:	20
12.6	Paycheck Discrepancies:	. 20
12.7	Pay on Termination:	. 20
12.8	Reporting Pay:	. 20
12.9	Meeting Pay:	. 21
12.10	Maintenance of Wages and Benefits:	. 21
12.11	Tipped Adjustment Wage Rate for Servers and Bartenders:	21
12.12	Call Off Notification:	21
12.13	Lay Off Notification:	21
ARTICLE 13	PAID TIME OFF ("PTO")	21
13.1	Accrual of PTO:	. 21
13.2	PTO Usage:	. 22
ARTICLE 14	LEAVE OF ABSENCES	23
14.1	Family and Medical Leave:	. 23
14.2	Pregnancy Leave:	. 24
14.3	Bereavement Leave:	. 24
14.4	Jury Duty:	. 24
14.5	Personal Leave:	. 24
14.6	Union Leave:	. 24
14.7	Military Leave:	. 25
14.8	Expected Return Date:	. 25
14.9	Accrual of Benefits and Seniority:	. 25
14.10	Working While on Leave:	25

ARTICLE 15	HEALTH AND WELFARE	25
ARTICLE 16	401K PLAN	27
ARTICLE 17	UNIFORMS	27
ARTICLE 18	MEALS	28
ARTICLE 19	ALCOHOL AND DRUG ABUSE POLICY	28
ARTICLE 20	SUCCESSORSHIP AND SUBCONTRACTING	29
20.1	Change of Ownership:	29
20.2	Binding on Successors:	29
20.3	Subcontracting limited to DBE's:	29
ARTICLE 21	NO STRIKE/NO LOCKOUT	29
ARTICLE 22	SECURITY	29
22.1	Entries and Exits:	29
22.2	Employment Suitability:	30
22.3	Inspections and Lockers:	30
22.4	Parking:	30
ARTICLE 23	HEALTH AND SAFETY	30
ARTICLE 24	SEPARABILITY AND SAVINGS	30
ARTICLE 25	TERM OF THE AGREEMENT	31
APPENDIX "A"	32	
WAGES:		32
ANAK DI AN	N-	32

#### **AGREEMENT**

This Agreement is made by and between SSP America, doing business at Wold-Chamberlin Field Airport, Minneapolis, Minnesota (a.k.a. Minneapolis-St. Paul International Airport) (hereinafter referred to as the "Employer"), and UNITE HERE Local 17, AFL-CIO (hereinafter referred to as the "Union") covering employees of the Employer at the Wold-Chamberlin Field Airport, Minneapolis, Minnesota (a.k.a. Minneapolis-St. Paul International Airport).

WHEREAS, it is the desire and intention of the parties to provide orderly collective bargaining relations between the Employer and the Union, to secure prompt and equitable disposition of grievances, to promote the economic welfare of the Employer and its employees, and to promote good relations between the Employer and employees for their mutual benefit.

WHEREAS, both parties mutually pledge that they will cooperate with each other in good faith in the enforcement of the terms of this Agreement so as to secure uninterrupted operations of the business of the Employer in rendering service to the general public and continuous employment of the employees and general stabilization;

THEREFORE, the parties hereto mutually agree as follows:

#### ARTICLE 1 RECOGNITION

- 1.1 The Employer recognizes the Union as the exclusive bargaining representative for collective bargaining purposes concerning the negotiable terms and conditions of employment of all food and beverage employees who are employed by the Employer in its food and beverage operations at Minneapolis-St. Paul International Airport, which classifications are listed in Appendix A hereto, excluding executive chefs, sous chefs, all confidential and clerical workers, professionals, managers and supervisors as defined in the National Labor Relations Act.
- 1.2 Supervisors, as defined by the National Labor Relations Act, will not perform bargaining unit work except for purposes of training, to relieve employees on break, in the event of a legitimate emergency, or in the event no bargaining unit member is available to perform the work despite reasonable efforts to assign a bargaining unit member to perform the work. Any questions arising out of the application or interpretation of this Article shall be subject to the arbitration provisions of this Agreement.
- 1.3 The Employer shall not enter into any agreement with any individual employee covered by this Agreement the terms of which conflict with any of the terms of this Agreement.
- 1.4 Whenever in this Agreement the masculine gender is used, it shall be deemed to include the feminine gender.
- 1.5 <u>Cooperation</u> Both parties mutually pledge that they will cooperate with each other in good faith in the enforcement of the terms of this Agreement so as to secure

uninterrupted operation of the business of the Employer in rendering service to the general public and continuous employment of the employees and general stabilization.

1.6 **Respect & Dignity** - The Union and the Employer recognize that all employees in the hospitality industry are professional, deserving of the highest respect. Accordingly, the Employees, the Union and the Employer will work together to honor the principles of respect and dignity for all employees, both union and non-union. Further, the parties agree that the continued success of this business is dependent upon their mutual respect for one another's work. All discussions between management and employees shall be conducted in a professional manner to avoid embarrassment or ridicule.

# ARTICLE 2 UNION RIGHTS (INCLUDING SECURITY, CHECKOFF, STEWARDS, RIGHTS AND BULLETIN BOARD)

# 2.1 Membership:

- (a) All present employees who are not members of the Union on the effective date of this Agreement shall, as a condition of employment, on or before the 31st calendar day following the effective date of this Agreement, become and remain members in good standing of the Union, or pay fees in lieu thereof.
- (b) All new employees hired on or after the effective date of this Agreement shall, as a condition of employment, on or before the 31st calendar day following the beginning of such employment, become and remain members in good standing of the Union, or pay fees in lieu thereof.
- (c) For purposes of this Agreement, the terms "members of the Union" and "members in good standing" shall be defined as one who timely tenders any initiation fee and/or monthly dues, fees, or service fees as set forth in the Constitution and Bylaws of the Union and in accordance with applicable law.
- (d) The Employer agrees to provide, assist in the completion of, and remit any forms necessary to perfect membership in the Union.

# 2.2 Hire From Any Source:

- (a) New employees may be hired from any source. However, any person employed in a job classification covered by this Agreement shall be advised at the time of hire that the Company is operating under a Union Contract.
- (b) The Union agrees to accept such persons for membership upon terms and qualifications not more burdensome than those applicable at such time to other applicants of the Union.

#### 2.3 Orientation:

Within five (5) days following new employee(s) being hired by the Company, the Union will be provided with the name, classification, address and hire date of said new

bargaining unit employee(s). A union representative or Shop Steward shall be afforded the right to meet with all new hires for a maximum of thirty (30) minutes within ten (10) calendar days of the new employee's first work shift. Any new employee(s) will be paid for time spent in shop steward meeting described herein. No shop steward, however, will be paid for time spent in such meetings. In addition, shop stewards may not attend such a meeting when scheduled to work. The Company will arrange a private location for this meeting.

#### 2.4 Union Fees and Dues:

- (a) <u>Check-off</u> The Employer shall check off uniform monthly Union dues and initiation fees and/or other standard fees in a manner according to procedures agreed upon between the representatives of both Parties, upon receipt of the written authorization form to deduct dues or fees, signed by the employee. Deductions for check off should be submitted to the Union by the tenth (10th) of each month, but in no event, later than the twentieth (20th) of the month. New applications will be sent to the Union with the monthly billings.
- (b) The Union shall be privileged to change the amount of initiation fees and monthly dues upon thirty days written notification to the Employer.
- (c) The Company agrees to provide the Union with a monthly seniority list. The list shall include each employee's full name, address, phone number, e-mail address, rate of pay, Company date of hire, and Classification(s) date of hire. The information shall be provided in Excel or similar format.

# 2.5 Voluntary Political Deductions:

The Employer agrees to honor voluntary political deductions authorizations from its employees in the following form:

The Employer shall deduct and transmit to the Treasurer of UNITE HERE TIP Campaign Committee the amount of contribution specified for each payroll period or other designated period worked from the wages of those employees who voluntarily authorize such contribution at least seven (7) days prior to the next scheduled pay period, on the form provided for that purpose by the UNITE HERE TIP Campaign Committee. These transmittals shall occur no later than the fifteenth (15th) day of the following month, and shall be accompanied by a list setting forth as to each contributing employee his or her name, address, occupation, rate of PAC payroll deduction by the payroll or other designated period, and contribution amount. The parties acknowledge that the Employer's costs of administration of this PAC payroll deduction have been taken into account by the parties in their negotiation of this Agreement and have been incorporated in the wage, salary and benefits provision of this Agreement. The Employer shall send these transmittals and this list to: UNITE HERE TIP Campaign Committee, 275 Seventh Avenue, 11th floor, New York, NY 10001, Attention Treasurer.

#### 2.6 Union Stewards:

The Union shall have the right to designate a reasonable number of Shop Stewards who shall represent the Union for the purpose of presenting and adjusting grievances. The Union shall advise the Employer in writing as soon as practicable of the names of the employees who it appoints to act as Union Stewards. The Employer shall not be required to recognize any employee as a Union Steward until and unless it has received the aforementioned written notification. Union stewards shall be considered representatives of the Union, and they may carry out their duties in any terminal.

(a) Union stewards agree to conduct their Union duties during non-working time and in a manner that does not interfere with the Employer's operations or with employees' duties during scheduled working hours, except where management agrees otherwise.

# 2.7 Union Representative:

The Employer shall permit authorized representatives of the Union access to visit the employees' work sites at reasonable times for the purpose of Union business. The Union agrees that during such visits its representatives will not interfere with the Employer's operations or with the employees' duties during scheduled working hours and shall contact the General Manager or his or her designee upon arrival. The Union further agrees that such visits will be conducted consistent with all health and security requirements that apply to the Employer or its operations or facilities.

# 2.8 Security Approval:

The Employer agrees to complete application forms for security badges and direct the Union to the appropriate security facility to facilitate the Union's access to bargaining unit members. Any security badges provided to the Union shall be provided in the Union's name, rather than the Employer's. In the event that the Union is unable to obtain a badge, the Employer will take all permissible and necessary steps to assist the Union in obtaining a badge and the Union agrees to accept full responsibility and hold the Employer harmless for the conduct of any individuals wearing such a badge. The parties agree and recognize that the ultimate issuance of security badges is within the sole and exclusive control of the Airport authorities. The Union accepts responsibility for the return of the security badges to the Airport and shall bear the costs of such security badges.

#### 2.9 Union Buttons:

While on the job employees may wear Union buttons, so long as the wearing of such buttons does not obscure or interfere with the employees' uniform or any branding or franchisee standards. Such buttons may not exceed one and one-half (1-1/2) inch in diameter and shall not contain offensive language.

#### 2.10 Bulletin Board:

The Employer agrees to provide a space for the posting of Union notices.

#### 2.11 Indemnification:

The Union agrees to defend, indemnify and hold the Employer harmless from any liability or expense incurred by the Employer arising from the Employer's action pursuant to this Article.

# 2.12 Employee Discussion:

Employees shall have the right to discuss Union business and other matters at all times; provided that such discussions take place on the employee's break time and do not interfere with the operation of the business, service to a customer, or the work of other employees.

### 2.13 Copies of Agreement:

The Employer agrees to provide copies of the Collective Bargaining Agreement, at the Union's sole cost, to all new hires along with the Employer's handbook and/or rules.

#### ARTICLE 3 MANAGEMENT RIGHTS

### 3.1 Right to Manage:

The Employer reserves and retains, solely and exclusively, all of its inherent rights to manage the business. The Employer alone shall have the full and exclusive authority to determine and direct the policies, procedures and methods of operating its business. Without limiting the generality of the forgoing, the sole and exclusive rights of management which are not abridged by this Agreement include, but are not confined to, the right to determine, and from time to time, to re-determine the number, types and locations of its operations, and the methods, equipment and processes to be employed; to discontinue or automate methods, equipment, processes or operations; the right to determine the qualifications for new employees, and to select its employees; to determine the size and composition of its work force, to determine production and work schedules and methods of work and production; to determine the number and type of equipment, machinery, materials and supplies to be used or operated and the products to be prepared, processed or sold or the services to be rendered or supplied; to hire, promote, transfer, assign, lay off, and recall employees to work; to reprimand, discharge, or otherwise discipline employees; to determine job content and the amount and type of work needed; to determine and make the assignments of work; to schedule the hours to be worked on each job in each location and in each shift; to expand, reduce, alter, combine, transfer, assign or cease any job, job classification, department, or operation; to determine the amount of supervision necessary; to control and regulate or discontinue the use of supplies, equipment, machinery and process and any other property owned, used, leased or possessed by the Company; to establish, modify and enforce reasonable rules or regulations, policies and practices; to introduce new, different or improved methods, means and processes of transportation,

production, maintenance, service and operation; and, otherwise, generally manage the operation and direct the work force; the Employer's failure to exercise any function or right in any particular way shall not be deemed a waiver of its rights to exercise such function or right, nor to preclude the Employer from exercising the same, in some other way not in conflict with the express provisions of this Agreement.

# 3.2 Non-Inclusive Employer Rights:

The above enumerated rights of management are not all inclusive, but indicate the types of matters which belong to and are retained by the Company.

# 3.3 Rights Retained:

Except as specifically abridged, delegated, granted or modified by this Agreement, all of the rights, powers and authority of the Employer existing prior to the signing of this Agreement are retained by the Employer and remain exclusively and without limitation within the rights of management.

#### 3.4 Excess of Minimums:

Nothing shall preclude the Employer from initiating or discontinuing programs intended as incentives or positive reinforcement for employees, such as sales incentives.

#### 3.5 Electronic Surveillance:

It is understood that the Employer can conduct only those forms of electronic surveillance of its premises that are permitted by law.

#### ARTICLE 4 LABOR-MANAGEMENT COMMITTEE

A labor-management committee shall be established to discuss matters of mutual concern to the Employer and the Union. The committee shall consist of not more than two (2) representatives of the Company, who shall be the General Manager and the regional Human Resources representative, and the Union unless otherwise agreed. The results of such meetings shall neither alter the provisions of this Agreement nor be construed as continued negotiations over the terms and conditions set out in this Agreement.

#### ARTICLE 5 NON-DISCRIMINATION

#### 5.1 Objectives:

Neither the Employer nor the Union shall discriminate against any employee or applicant because of such employee's or applicant's race, color, religion, sex, age, national origin, creed, sexual orientation, marital status, physical handicap, veteran status or other protected status under applicable City, State or Federal non-discrimination laws. No employee shall be discriminated against because of their membership in the Union or because of any lawful activities by such employees on behalf of the Union.

# 5.2 Process For Resolving:

- (a) It is the desire of both parties to this Agreement that disputes and grievances arising hereunder involving interpretation or application of the terms of this Agreement, including any statutory or common law claims of sex, race, age, disability or other prohibited discrimination, shall be settled amicably or if necessary, by mediation and/or arbitration as set forth herein.
- (b) Similarly, the Employer and the Union agree that under the Americans with Disabilities Act (ADA), the Employer may face conflicting obligations with the obligations contained in this Agreement, as the ADA prohibits the Employer from discriminating against a disabled person who, with or without reasonable accommodation, is qualified to perform the essential functions of a bargaining unit job. Should a dispute arise with respect to such ADA issues and should the parties fail to reach agreement, such ADA dispute shall be subject to the grievance and arbitration procedure, and may be submitted to final and binding arbitration to determine an appropriate remedy under applicable law and this Agreement.

#### ARTICLE 6 IMMIGRATION RIGHTS

To the extent consistent with applicable law, no employee covered by this Agreement who has successfully completed his or her probationary period hereunder shall suffer any loss of seniority due to any changes in the employee's social security number, provided that the employee's new social security number is valid and the employee is authorized to work in the United States at and for the Company.

Nothing in this Article shall limit the Employer's ability to comply with IRCA, Homeland Security, TSA or other government or airport directives, rules and regulations.

In the event an employee who has completed at least one (1) year of service is terminated due to a lack of proper work authorization, the employee shall be reinstated as soon as practicable to a vacancy in his or her former classification without a loss in seniority upon the employee's providing proper work authorization within six (6) months of the date of termination. Employees with two (2) or more years of service shall be permitted one (1) year from the date of termination to provide proper work authorization under the foregoing terms.

# ARTICLE 7 SENIORITY (INCLUDING FILLING OF VACANCY LAYOFF, RECALL AND BREAK IN SENIORITY)

#### 7.1 Definition:

Classification seniority means continuous length of service with the Company, or its affiliates, in the wage classification categories listed in Appendix A of this Agreement within a particular unit.

Company seniority shall mean continuous length of service with the Employer or its affiliates. Company Seniority is used to determine eligibility for paid time off and bidding for job vacancies after classification seniority bidding.

The procedure enumerated in paragraph 7.10 shall be used to rank employees by seniority in the event they have the same Seniority Date.

Employees will be placed on the appropriate seniority lists upon satisfactory completion of their probationary periods with both Company and Classification seniority dates.

# 7.2 Seniority Rights:

Use of Seniority - The Employer and Union agree to recognize seniority in the following areas:

- a) Full Work Week Senior employees shall have the right to work the maximum hours available up to forty (40) hours per week. Senior employees may not claim part of a shift and may only claim additional shifts when they become available.
- **b)** Holidays Holiday work shall be offered to all employees within that unit and classification, based on their seniority. Senior employees will be given the first opportunity to accept or decline work; junior employees will accept the work remaining. Where facilities are closed, employees shall receive pay for a holiday not worked provided they have met "holiday not worked" eligibility provisions.
- c) Overtime Where unscheduled overtime is required, it shall be offered on the basis of seniority within the classification of those working in the unit at that time. In such cases, the overtime will be offered first to the most senior employee and if not accepted by volunteer(s), such overtime will be assigned to the least senior employee.
- **d) Vacations** When more than one (1) employee submits a vacation request in the same week for the same vacation period, seniority shall prevail.
- e) Layoffs and Recall The Employer may elect to offer voluntary layoffs by seniority (highest down to lowest) in the affected classifications before requiring mandatory layoffs. If management does not obtain enough volunteers for layoff in a given classification as set out above, the Employer shall honor seniority to reduce the workforce, i.e. the most junior employees being laid off first. Recall shall be done in accordance with Article 7.9 below. During layoffs or reduction in the work force, the employee with the least seniority in the job classification affected shall be laid off first. When the working force is again increased, employees on layoff shall be recalled in the order of their job classification seniority.
- f) Reduction of Hours When employees work schedules are involuntarily reduced by eight (8) hours or more per week, such employees shall have the right to recover hours lost as they become available, in order of their seniority, provided they advise management of their desires, in writing, to work additional hours.

- g) Promotion or transfer to new job openings
- h) Use of Part-Time Employees The Employer shall not use two (2) or more part-time employees where a full-time employee is available and requests such hours.

# 7.3 Temporary Openings:

Temporary openings, i.e., to cover absences, PTO coverage, overtime coverage or other unanticipated temporary staffing requirements, will first be filled with employees from within the same classification within the same unit. Volunteers will be solicited based on classification seniority. If the temporary vacancy cannot be filled with volunteers, then qualified employees may be assigned to cover the temporary vacancy in reverse order of classification seniority. The employer will make every reasonable effort to fill the shift with a member of the bargaining unit.

# 7.4 Job Posting and Bidding:

In filling job vacancies which may exist within the bargaining unit, qualified employees from within the bargaining unit shall be given preference in filling said vacancies prior to the consideration of other applicants. Seniority shall be the determining factor in filling vacancies when the Employer determines that the senior employee is qualified and has the ability to perform the job. Such determination shall not be arbitrary or capricious.

All job openings must be posted for a period of no less than seven (7) calendar days in all outlets. Job postings shall list the scheduled days and hours of work for this opening. If a qualified senior employee bids from within the bargaining unit, the Employer shall award the bid to that employee within fourteen (14) calendar days of the initial job posting date.

Permanent job vacancies, including jobs in new or remodeled units, shall be awarded to the most senior employee who submits a bid based on Classification seniority, in the following order of priority:

- 1) within the concept
- 2) within the bargaining unit
- 3) laid-off employee (if any exist at the time of the bid.

Vacancies not filled within a Classification will be awarded to the most senior qualified employee (based on Company seniority) who submits a bid, in the following order of priority:

- 1) within the concept
- 2) within the bargaining unit
- 3) laid-off employee (if any exist at the time of the bid.

If the Employer has been unable to fill the position through the above process, then the Employer may fill the position by hiring from outside the bargaining unit. The Employer shall notify the Union monthly of all successful bidders.

# 7.5 Transfer from Bid Probationary Period:

Employees transferring to a new classification, shift or location shall serve a thirty (30) calendar day probationary period. The employee may choose to return to his or her former position, or the Employer may return the employee to his or her former position (even if these actions result in displacing an employee hired to replace the employee who is returned to his or her former position), within the probationary period without loss of seniority or resort to the grievance procedure. The probationary period may be extended by the Employer up to ninety (90) days to provide for special testing or qualifications necessary to meet branding or Employer certification requirements without resort to the grievance procedure.

# 7.6 Schedules and Schedule Changes:

Whenever there is a major schedule change within a unit, it is the responsibility and right of management to create and post within the unit the work schedules required. A work schedule so posted must be accepted as posted, i.e. with hours of work and days off as posted, and will first be awarded by classification seniority from within that unit. Employees, for example, may be required to bid on only full forty hour schedules. If there is no qualified employee who has submitted a bid, then the Employer may assign the schedule or fill the position by hiring from outside the bargaining unit.

# 7.7 Permanent Unit Closing or Layoff:

If it becomes necessary to lay off employees within the Unit, those employees with the least Company seniority within an affected job classification shall be laid off first. Employees on layoff shall be recalled in reverse order of layoff beginning with the laid off employee with the greatest Company seniority within the affected job classification.

#### 7.8 Bumping

Bumping shall not be permitted except in cases of permanent outlet closing or layoff. In such cases bumping shall be permitted as follows: within the same job classification but in a different location within the unit or in a different schedule with comparable total hours, if available, held by an employee in the same job classification within the same unit with less company seniority. If there is no less senior person within the same job classification and unit, the employee to be laid off shall be permitted to use his Company seniority to bump to a job classification in which the employee previously worked, or to an entry level position (defined as cashier) that the employee is qualified to work within the same unit.

# 7.9 Recall Rights:

Employees on layoff shall be entitled to recall for a length of time equal to their Company seniority up to a maximum of twelve (12) months, provided they keep the Company advised of their current address and telephone number(s). Notice of recall will be mailed to the employee's last known address. Employees will have ten (10) calendar days from the date the notice of recall was mailed to respond and must report to work at the time, date and location, and in the position and shift, specified in the notice of recall. An employee's request to report to work at some time other than the time specified in the notice of recall will be reasonably considered, but any such request is subject to the needs of the business and the timeliness of the employee's response to the notice of recall. At the time of layoff, employees desiring recall shall complete and submit an information sheet identifying positions for which they are qualified, positions for which they wish to be considered for recall and their current address and telephone number(s) to remain eligible for recall.

# 7.10 Same Date Seniority:

In the event employees share the same seniority date, the senior employee will be determined by adding the last four (4) digits of the employee's social security numbers. The employee with the higher sum will be considered more senior. In any case in which sums are equal, the most senior employee will be the employee with the highest last digit of their social security number. If two (2) or more such employees have equal last digits, seniority shall be determined by comparing each digit of such employees' social security number in reverse order (from last to first) until there is a difference between the digits. The employee with the highest digit at that point shall be considered more senior.

#### 7.11 Notice of Recall:

Notice of recall shall be sent by registered mail to the employee's last known address on file with the Employer. It is the employee's responsibility to maintain up to date address information on file with the Employer.

# 7.12 Breaks in Seniority:

Seniority shall be deemed broken and results in loss of employment for any of the following reasons:

- a. Voluntary quit;
- b. Discharge for cause;
- c. Failure to return to work in accordance with the terms of an approved leave of absence;
- d. Layoff for a period of twelve (12) months;
- e. Failure to return to work within ten (10) calendar days after receipt of notice by certified mail of recall from layoff as discussed in Article 7.9 above. Where the Employer has provided more than ten (10) calendar days of notice, failure to return to work within one (1) day of the noticed return date shall constitute a break in seniority;

- f. Continuous absence from work because of illness or injury for twelve (12) months;
- g. Knowingly applying for unemployment compensation benefits while on a medical or personal leave of absence;

# ARTICLE 8 DISCHARGE, DISCIPLINE AND PROBATIONARY PERIOD

# 8.1 Probationary Employees:

For the first sixty (60) days of employment, employees shall be probationary and may be dismissed or disciplined without resort to the grievance procedure. The Employer may extend this an additional thirty (30) days to a maximum of ninety (90) days provided the employee and the Union are given written notice of the extension and the reason therefore. Once an employee completes his/her probationary period, his/her seniority shall be retroactive to his/her most recent date of hire with the Employer.

# 8.2 Discipline:

The Employer agrees to discipline and discharge only for just cause. The Company recognizes the theory of corrective, progressive discipline. Progressive discipline will include a First Progressive Counseling, a Second Progressive Counseling, a Final Progressive Counseling, and then Dismissal.

There shall be two (2) separate progressive disciplinary tracks, one for attendance and another for cash handling and other conduct.

Certain offenses are considered so serious as to constitute just cause whereby an employee may, at the discretion of the Employer, be discharged immediately. A non-exhaustive, but illustrative list of examples of such offenses constituting just cause includes, but is not limited to, the following:

- a. Drinking of alcoholic beverages or being under the influence of, in the possession of, or sale of alcoholic beverages or drugs on Employer time or premises. (Drugs are defined as any narcotics, depressants, stimulants, dangerous drugs or hallucinogenic drugs considered dangerous by the U.S. Dept. of Justice, Bureau of Narcotics and Dangerous Drugs. Prescription drugs are exempt.)
- b. Physically fighting on the premises of the Employer, the client, and/or surrounding areas including employee or facility parking lots.
- c. Falsification of records such as medical forms, or employment applications, time cards, schedules, attendance records or clocking in or out another employee or requesting another employee to clock you in or out.
- d. Willful or unreasonable destruction or theft of Employer's property.
- e. No show-no call of two (2) successive days or on more than three (3) occurrences in a rolling twelve (12) month period.
- f. Possession of firearm(s) or illegal weapon(s) on the Employer's or client premises and/or during work time.

- g. Manipulation of checks with intent to defraud either the Employer or a customer or mishandling of Employer's funds.
- h. Negligence, horseplay, or recklessness resulting in a serious accident while on duty.
- i. Gambling or sleeping while on duty.
- j. Violating the Employer's equal opportunity and/or racial or sexual harassment policies.
- k. Insubordination or refusing to obey a directive of a manager or supervisor.
- I. Arguing with or using profane or abusive language directed at management or customers, or at a fellow employee in the presence of customers.
- m. Conviction of a felony in a court of law.
- n. Knowingly serving unsafe or unsanitary food. If employees are required by management to serve such food, employees should contact a supervisor or the corporate office immediately.

# 8.3 Representative At Disciplinary Meeting:

An employee shall be permitted to have a Shop Steward or Union Representative at any meeting with the Employer or its agent, which meeting is for the purpose of investigating alleged misconduct by the employee that might be the basis for, or which may result in, the discharge, suspension or other disciplinary action with respect to the employee. If the employee indicates that he/she wishes a steward to be present, and one is not available, another bargaining unit person of the employee's choosing may be asked to sit in as a witness. If no such bargaining unit person is chosen by the employee, the disciplinary meeting shall be temporarily postponed until a Shop Steward or Union Representative is available. In the meantime, depending upon the seriousness of the offense, the Employer may suspend the employee pending investigation.

# 8.4 Warning Disciplinary Notices:

- (a) Written disciplinary notices (written warnings, suspensions and terminations) issued to employees must specify the events or actions for which the notice is issued. Written disciplinary notices (written warnings, suspensions and terminations) shall be issued to employees within five (5) working days, excluding Saturdays, Sundays, holidays, paid time off, sick leave, leave of absence, or any other authorized leave, of the event or action for which the written disciplinary notice is issued or within three (3) working days, excluding Saturdays, Sundays, holidays, paid time off, sick leave, leave of absence, or other authorized leave, after the Employer first became aware of such event or action.
- (b) Warning notices shall not be used as a basis for discipline after a period of twelve (12) months unless there is a current incident manifesting a continuing pattern of serious misconduct, e.g. racial or sexual harassment. Suspensions shall not be used as a basis for discipline after a period of twelve (12) months.

#### 8.5 Personnel Files:

The Employer's Human Resources Department shall, at reasonable times and at reasonable intervals upon the request of an employee, permit that employee to inspect

such employee's personnel file on his/her own time during regular office hours. This shall be permitted within twenty-four (24) hours of the employee's written request (provided that this falls within regular business hours). Employees can make such requests only as frequently as Minnesota law allows. Moreover, employees may not remove their file for review and can be observed by management during the employee's review to ensure nothing is removed or added to the file.

# 8.6 Investigatory Suspensions:

Where appropriate, Terminations shall be preceded by a non-disciplinary suspension, not to exceed seven (7) calendar days in length unless the parties agree to a longer period, pending investigation of the allegations which may lead to discharge. If the non-disciplinary suspension exceeds seven (7) calendar days the employee shall be paid for the remainder of the suspension period. All Disciplinary notices shall be transmitted electronically to the Union contemporaneously with issuance.

# 8.7 Shoppers Report:

The Union recognizes that the Employer and the Airport employ shopping investigators or "shoppers" in their operations. The Union and the Employer agree that with respect to shoppers:

- A. Employees shall be informed during their training of the Airport and Employer's use of shoppers.
- B. The Employer's shoppers shall provide factual reports of their observations of customer service situations and cash handling transactions. The Employer's Shoppers shall not use methods which would intimidate or confuse employees. The Employer shall not employ shopping services which receive an additional fee for generating negative reports or pay their employees a fee or bonus for negative reports.
- C. Employees and the Union will, on request, be shown copies of any shopper reports which are retained in the employee's personnel file.
- D. The Employer will inform the employee as soon as practicable of a shopper's report that may result in disciplinary action.

#### ARTICLE 9 CASH HANDLING

The Cash Handling Policy attached as Appendix "B" shall apply to all employees in the classifications listed in the policy.

#### ARTICLE 10 GRIEVANCE PROCEDURE AND ARBITRATION

#### 10.1 Grievances:

The term "grievance" as used herein means any alleged violation, misinterpretation or misapplication of this Agreement and may be raised by an individual employee or group of employees covered by this Agreement, or by the Union on behalf of an individual employee or group of employees covered by this Agreement or by the Employer. The

claims covered by this Article include, but are not limited to, claims covered by the National Labor Relations Act, claims alleging a unilateral change in the terms and conditions of employment, or any claim for an alleged violation, misinterpretation or misapplication of this Agreement.

#### 10.2 Time Limits:

The parties agree that grievances must be processed and resolved as expeditiously as possible. The number of days indicated at each step of the grievance procedure shall be considered maximum and every effort should be made to expedite the process. To that end, failure to meet the time limits by the grieving party at any step of the grievance procedure as outlined in this Article shall be deemed to be an abandonment and waiver of the grievance. Failure to meet the time limits by the party against whom the grievance is filed at any step shall be deemed to be a waiver of that requirement of the grievance procedure by both parties and the moving party may move on to the next step. Time limits may be waived by mutual agreement of the Employer and the Union.

### 10.3 Process and Steps:

The following constitutes the exclusive method for resolving grievances between the parties under this Agreement, unless any step is waived or modified in writing by mutual consent of the Employer and the Union. Grievances involving suspensions or terminations will proceed in accordance with Step Two. Although the parties will endeavor to meet any deadlines contained in this Article, the parties agree that any such deadlines may be extended by mutual agreement.

#### **Step One (Employee and General Manager):**

Any employee believing he/she has suffered a grievance, shall, with the assistance of a union representative, discuss the matter with his/her immediate supervisor. In order to be a legitimate grievance, the issue must be discussed within ten (10) calendar days of its occurrence. The General Manager shall give a written reply within five (5) calendar days of submission of the grievance.

#### Step Two:

If the grievance is not resolved after Step 1, then within five (5) calendar days of the answer, the grievance shall be reduced to writing and provided by the Union Representative or Shop Steward to the General Manager. The written grievance should list the specific provision(s) of this Agreement alleged to have been violated and the remedy sought. Within five (5) calendar days of the grievance being filed in writing, a meeting shall occur between the General Manager, the regional Human Resources representative, the Union Representative, Shop Steward and the grievant in an effort to resolve the grievance. The regional Human Resources representative shall provide a written response within five (5) calendar days of the meeting.

## **Step 3 Optional (Mediation):**

Prior to the grievance being submitted to arbitration, the Union or the Employer may file a written request for a Grievance Mediation. The Grievance Mediation if agreed upon by both parties to this Agreement shall be held within thirty (30) calendar days of the written request. In the event the Employer and the Union cannot agree upon a mediator, either or both parties may apply to the Federal Mediation and Conciliation Service (FMCS) to submit a list of five (5) names. The parties shall alternately strike names from the list until one (1) name remains, with the Employer striking first. The remaining person shall be the mediator. Such procedure shall apply in each case. Mediation of grievances shall be governed by the following rules:

- (1) The grievant shall have a right to be present at the Grievance Mediation;
- (2) Each party shall have one principal spokesperson;
- (3) Outside lawyers or consultants shall not participate in a Grievance Mediation;
- (4) Any documents presented to the mediator shall be returned to the respective parties at the conclusion of the hearing;
- (5) Proceedings shall be informal in nature. The presentation of evidence is not limited to that presented at earlier steps of the grievance procedure. The rules of the evidence shall not apply and no formal record of the Grievance Mediation shall be made;
- (6) The mediator shall have the authority to meet separately with any person or persons but shall not have the authority to compel a resolution of a grievance;
- (7) If no settlement is reached, the mediator shall provide the parties with an immediate written advisory decision within eighty-four (84) hours of the mediation:
- (8) The mediator shall state the grounds for his/her advisory decision;
- (9) The Grievance Mediation shall have no power to alter or amend the terms of the Agreement;
- (10) The cost of the mediator, if any, shall be split between the Employer and the Union:
- (11) In the event that a grievance which has been mediated subsequently goes to arbitration, no person serving as a mediator between these parties may serve as an arbitrator. Nothing said or done by the mediator may be referred to at arbitration. Nothing said or done by either party for the first time in the mediation hearing may be used against them at arbitration.

As an alternative, by mutual agreement in advance of the Grievance Mediation hearing, the neutral third (3rd) person may be designated a mediator/arbitrator who will attempt to mediate the dispute. When this occurs, in the event a mediated settlement cannot be reached, the decision of the mediator/arbitrator shall be binding on both parties.

<u>Training</u>: For purposes of implementing the procedure set forth in this Article, the parties may apply to a joint training program in grievance mediation to be conducted by the FMCS under the sponsorship of the Joint Labor Management Team.

### **Step Four (Principals Committee):**

In the event that the grievance cannot be settled in Step Two or through Mediation, the matter shall be referred to a Principals Committee for consideration. The Principals Committee shall consist of equal numbers of representatives from each party, not to exceed a total of ten (10) people, unless the parties agree otherwise. The Principals Committee will consider the grievance within thirty (30) calendar days of the completion of step two or mediation, unless the parties agree to provide more time.

## **Step Five (Arbitration):**

In the event that the grievance cannot be settled in Step Four, the matter shall be referred to an arbitrator by the Union or by the Employer for determination within thirty (30) days from the meeting of the Principals Committee in Step Four. Due notice of submission to arbitration shall consist of written notice to the Employer if the issue is raised by the Union, or if the issue is raised by the Employer, written notice to the Union.

The arbitrator shall be selected by the Union and the Employer. If the parties are unable to agree on an arbitrator, either party may request a panel of seven (7) arbitrators from the Federal Mediation and Conciliation Service (FMCS). Either Party may request additional lists if those supplied are not satisfactory; to a maximum of three (3) lists. The parties shall alternately strike names from the list until one (1) name remains (grieving party shall strike first). The remaining person shall be the arbitrator. The arbitrator selected shall hold a hearing promptly and shall issue a written decision not later than sixty (60) days from the date of the close of the hearings or, if oral hearings have been waived, then from the date on which the written final statements and proofs on issues were submitted. The decision of the arbitrator shall be final and binding upon the parties.

This Arbitrator shall have no authority to amend, alter, add to or subtract from this Agreement. All expenses of the Arbitrator shall be jointly and equally shared by the parties. The decision of the Arbitrator shall become a part of this Agreement, and each of the parties hereto agrees to abide by the said decision of the Arbitrator.

#### 10.4 Sole and Exclusive Remedy:

The parties agree that the grievance procedure set forth in this Article shall be the sole and exclusive method of settling all claims, grievances or controversies arising out of the terms of this Agreement.

#### **10.5** Arbitration Awards:

All claims for wages lost because of unjust suspension or discharge shall be limited in the amount, if any, agreed to by the Employer and Union or ordered by the arbitrator if taken to arbitration, but, in any event, less any unemployment compensation unless repayment of unemployment compensation is required by law (after final determination by the State) and less other compensation that the grievant may have received from any source intended to replace income the grievant lost from the Employer during the period for which back pay is claimed. In any event, retroactive award, if required, shall not

exceed one hundred eighty (180) days from the day the grievance is first submitted to the Employer or his designated representative, by the employee or the Union.

# ARTICLE 11 WORK TIME (INCLUDING HOURS OF WORK, OVERTIME, WORKING CONDITIONS)

**No Guarantee** - This Agreement constitutes no guarantee of hours or periods of work.

#### 11.1 Work Schedules:

Work schedules are based on lease requirements and customer and operational needs. Employees shall be scheduled as provided in the seniority provisions of this Agreement. The Employer may use part-time schedules as needed. All weekly work schedules shall be posted seven (7) days prior to the first day of the schedule, provided that scheduled hours may be changed with less than seven (7) days' notice due to business condition beyond the Employer's control, Acts of God or emergencies.

# 11.2 Clocking Out:

If the Employer determines that there is insufficient work, then the Employer may require employees to clock out in the following order: (1) volunteers; (2) part time employees in inverse order of seniority by classification in that unit and (3) full-time employees in inverse order of seniority by classification in that unit.

### 11.3 Employees:

Employees who regularly work thirty (30) or more hours per week are considered full-time employees. Normally, full-time employees will be scheduled for up to forty (40) hours per week consisting of five (5) consecutive eight (8) hour days or four (4) consecutive ten (10) hour days as determined by management and if available. This does not constitute a guarantee of hours.

Part-time employees will retain and accrue seniority as provided in Article 7 of this Agreement. The Employer will endeavor to establish as many 40-hour positions as possible consistent with its business needs.

For employees working four (4) days-ten (10) hours per day schedule, payment of benefits shall be ten (10) hours per day.

#### 11.4 Overtime:

Over Forty (40) Hours in Payroll Week.: Employees will be paid one and one-half (1½) times their regular straight-time hourly rate for all hours worked in excess of forty (40) hours in any one payroll week.

<u>Daily Premium Pay:</u> Employees shall receive premium pay of time and one-half (1½) their regular straight time hourly rate of pay for all hours worked in excess of eight (8) hours per day or over ten (10) hours per day, if regularly scheduled for ten (10) hours.

- (a) <u>Assignment</u>: Employees shall be expected to work overtime when requested. When there are more employees in the classifications than are needed for the overtime work, the Employer will offer work in the classification by seniority. If there are insufficient volunteers, the Employer may require employees in the classification to work in reverse seniority order.
- **(b)** <u>Notification</u>: Unforeseen flight schedules or arrivals may affect the Employer's ability to provide advance notice of overtime. Employees working overtime shall be permitted to make necessary notification to their homes and families.
- **(c)** <u>Authorization</u>: No employee shall work overtime unless such overtime work has been authorized in advance by his/her supervisor. Overtime shall be verified in writing by the supervisor on the employee's time record.
- (d) <u>No Pyramiding</u>: There shall be no pyramiding of overtime or premium pay under the terms of this Agreement and under no circumstances will more than one (1) basis of calculating overtime or premium pay be used for the same hours.
- **(e)** If employees in an outlet have worked overtime during the week and the Employer in its sole discretion determines that employees in the same outlet and classification need to be released due to a lack of work, employees in that classification and outlet will first be offered the opportunity to leave. If there are insufficient volunteers, employees will be released for the shift by reverse classification seniority within that outlet.

#### 11.5 Successive Shifts:

Employees may be required to work two (2) shifts in succession due to the demands of the business.

#### 11.6 Breaks:

Employees shall receive a 10-minute paid break period for every four (4) hours worked. Employees working six (6) or more hours shall be assigned by the Employer a 30-minute unpaid lunch break at a time that works for the business and consistent with applicable law.

#### ARTICLE 12 COMPENSATION

# 12.1 Wage Rates:

Employees shall receive wages as set forth in Appendix A.

#### 12.2 New Classifications:

The Employer may establish new classifications with different duties than are covered by existing classifications. The Employer must bargain with the Union to establish a reasonable wage rate for same. If the Employer and the Union are unable to agree on a reasonable wage rate within ten (10) days of the Employer's establishment of the new classification, then the Employer may designate a reasonable wage rate in its sole

discretion. The Union may grieve this issue thereafter if it so chooses providing it does so within ten (10) calendar days of the Employer providing the Union with written notification of same, or else such grievance is waived for all purposes.

#### 12.3 Cross Classification Work:

An employee required to replace another employee in a higher paid classification shall receive the rate under this Agreement for the higher paid classification for all hours worked in the higher paid classification, provided the employee works one (1) or more hours in the higher paid classification. An employee required to replace another employee in a lower paid classification shall receive the same rate of pay as that employee would regularly receive in his or her usual classification for all hours worked in the lower paid classification.

#### 12.4 Gratuities:

All tips and gratuities received by an employee shall become the sole property of said employee. .

# 12.5 Pay Days and Direct Deposit:

Employees shall be paid on a bi-weekly basis on Tuesdays before the end of their regular shift, unless applicable law requires otherwise. As long as it is permitted by law, employees may participate in the Employer's direct deposit system. In such cases, employees will be provided with access to a pay stub.

# 12.6 Paycheck Discrepancies:

The Employer shall make every effort to resolve any pay discrepancy issues within two (2) business days of the employee reporting such discrepancy.

# 12.7 Pay on Termination:

All terminated employees shall receive all monies due not later than the pay period following termination provided the Employer's termination procedures have been completed. Employees involuntarily terminated shall receive all monies owed them within twenty-four (24) hours of termination.

#### 12.8 Reporting Pay:

Employees who report to work but are not permitted to work or without having been notified that the airport is closed, shall be guaranteed one-half their scheduled hours to a maximum of four (4) hours work or pay in lieu thereof, unless (a) such employee arrives for work in a manner unacceptable to the Employer, (b) if the employee is notified before the start of a shift, or (c) if there is no work due to an Act of God or circumstances over which

the Employer has no control. The employee is required to maintain an active phone number on file where notice "not to report" will be given.

# 12.9 Meeting Pay:

If an employee is required to attend a meeting called by the Employer, such employee shall be paid at his/her regular straight time rate for such attendance. If the meeting takes place during an employee's regularly scheduled day off or non-work time, such employee will be paid a minimum of two (2) hours or the actual time spent in the meeting, whichever is greater. Employees in tipped classifications will be paid at a rate specified in Appendix "A" attached hereto.

# 12.10 Maintenance of Wages and Benefits:

No employee shall have his/her wages, benefits or other working conditions enjoyed by the employee reduced as a result of the signing of this Agreement.

#### 12.11 Tipped Adjustment Wage Rate for Servers and Bartenders:

"Tipped Adjustment Wage Rate" for Servers and Bartenders is defined as base rate plus six dollars and fifty cents (\$6.50).

#### 12.12 Call Off Notification:

The Company shall be required to notify employees a minimum of three (3) hours in advance of the start time, if they are not needed.

# **12.13 Lay-Off Notification:**

In the event it becomes necessary to lay off employees, the Employer shall give the affected employees a minimum of one (1) weeks' notice or pay in lieu thereof, unless the cause of the layoff is beyond the control or knowledge of the Employer.

# ARTICLE 13 PAID TIME OFF ("PTO")

#### 13.1 Accrual of PTO:

All employees begin to accrue PTO on their first day of the month following completion of the probationary period and will accrue PTO thereafter at the following rate (except that part-time employees will accrue PTO on a pro rata basis):

a. After successful completion of the probationary period, Employees in their first year of employment will receive three (3) days after 90 days of service to be used within the hire accrual year (no carryover will be allowed). Employees hired in September, October, November, or December will receive these three (3) days in January and will not accrue any additional time.

- b. Employees with less than one year of continuous service shall accrue thirteen (13) days of PTO per year, at the rate of 1.08 days per month.
- c. Employees with one (1) to two (2) years of continuous employment shall accrue fourteen (14) days of PTO per year, at the rate of 1.17 days per month.
- d. Employees with three (3) to five (5) years of continuous employment shall accrue fifteen (15) days of PTO per year, at the rate of 1.25 days per month.
- e. Employees with six (6) to ten (10) years of continuous employment shall accrue twenty (20) days of PTO per year, at the rate of 1.67 days per month.
- f. Employees with eleven (11) or more years of continuous employment shall accrue twenty-five (25) days of PTO per year, at the rate of 2.08 days per month.

Employees shall be credited with their full accrual each January 1<sup>st</sup>. They may use those days anytime after January 1st. However, if an employee leaves his/her employment, he/she will only be cashed out for the number of days he/she has actually accrued.

# 13.2 PTO Usage:

- (a) Any Purpose: PTO can be used for a vacation, holiday, sick day, personal day, bona fide injury, or any other purpose.
- **(b) Scheduling:** Where possible, PTO should be planned and scheduled and approved by the Employer. Scheduled PTO must be requested seven (7) days in advance, but may not be requested more than twelve (12) months in advance. Once requested, the Employer shall give the employee a response as to whether the request will be granted or denied within five (5) days from the date requested. The Employer will grant PTO requests whenever business needs reasonably permit. Requests will be granted on a "first-come" basis, except when two (2) or more employees request PTO on the same day and not all requests can be granted, in which case classification seniority will be the determining factor.

In the event of illness or emergency preventing the employee from requesting PTO in advance, the employee must notify a manager of his or her intention to take unscheduled PTO no later than two (2) hours prior to the start of the employee's regularly scheduled shift and explain the need for unscheduled PTO. In the event that an illness or emergency requires more than one day of time off, the employee must notify a manager of the need for additional time off no later than two (2) hours prior to the start of the employee's shift on each subsequent day, unless the manager indicates otherwise. Use of PTO for bereavement purposes is solely with the discretion of management. Employees who fail to follow these procedures can be subject to disciplinary action. Moreover, use of unscheduled PTO may subject an employee to disciplinary action where the Employer has reason to suspect abuse.

**(c) Workday Increments:** Employees may take PTO in increments as small as one (1) scheduled shift or as large as ten (10) work days or longer by mutual agreement.

- (d) Rate of Pay: PTO hours are paid at the employee's current straight time hourly rate of pay. Servers and bartenders shall be paid at the Tipped Adjustment Rate as defined in 12.11. PTO is paid on normal pay dates as a portion of the regular bi-weekly check.
- **(e) Maximum Accrual:** Employees may accrue up to a total of one hundred and sixty (160) hours of PTO at any one time, after which they cease accruing PTO until they have used sufficient PTO to allow them to continue accruing PTO.
- **(f)** Cash Out of PTO: Upon termination and completion of one (1) year of continuous employment, all accrued PTO in an employee's PTO bank will be cashed out at the employee's current straight time rate except if the termination is for theft.
- **(g). Time Worked:** PTO will count as time worked (hours paid) for all health insurance and PTO accrual but not for the computation of overtime.
- **(h) Non-cumulative:** Except where the law provides otherwise, PTO is not cumulative and must be used in the year in which it was deposited in the employee PTO bank. An employee may never take more than the current year's entitlement. Pay in lieu of PTO will not be allowed.
- (i) Holiday Pay: Employees required to work on a designated holiday shall be paid one and a half times (1 ½) their regular hourly rate for all hours worked on the holiday. The designated holidays are: New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day, and Christmas Day.

#### ARTICLE 14 LEAVE OF ABSENCES

#### 14.1 Family and Medical Leave:

#### A. Family Medical Leave:

The Employer will grant a leave of absence in accordance with the Federal Family and Medical Leave Act (FMLA) and/or applicable State family leave laws.

#### B. Additional Medical Leave:

With appropriate medical documentation, employees who have completed six (6) months of service and who have exhausted their FMLA leave or are not eligible for FMLA leave, will be granted additional unpaid medical leave for personal serious illness or injury, not to exceed the time limits set forth in Section 14.5, provided that such leave is deemed a necessary reasonable accommodation required under either federal or local law. Employees with more than six (6) months of service but less than one (1) year may be granted leaves up to eight (8) weeks of unpaid medical leave.

# 14.2 Pregnancy Leave:

An employee may avail herself of a pregnancy leave of absence subject to the provisions of applicable State and/or Federal law.

#### 14.3 Bereavement Leave:

Any employee who has completed probation shall be granted paid leave of absence to attend a funeral because of death in an employee's immediate family, which for the purpose of this provision shall be defined as spouse, child or step child, grandchild, parent, grandparent, current father-in-law or mother-in-law, brother, sister, or domestic partner. Funeral leave shall be limited to three (3) consecutive paid days, except where travel distances exceed 250 miles from the place of employment, in which case the employee shall be granted up to two (2) additional days off without pay to attend the funeral. The Employer may request proper verification. Funeral leave applies only in instances in which the employee attends the funeral or service, or is required to make funeral arrangements, but is not applicable for other purposes such as settling the estate of the deceased. Funeral leave is not compensable when the employee is on leave of absence, PTO, bona fide layoff or for days falling outside the employee's regular workweek.

#### 14.4 Jury Duty:

When an employee covered by this Agreement is summoned for jury duty, the Employer shall grant such employee time off for jury duty and will pay the employee the difference between his/her jury duty pay and the regular straight time hourly rate for the regularly scheduled hours of work for up to ten (10) work days in any calendar year, unless applicable state law requires better.

#### 14.5 Personal Leave:

Employees with one year of service desiring an unpaid leave of absence for personal or family circumstances, or as provided in Section 14.6 below, must first secure written agreement from the Employer. Such leave may be granted at the sole discretion of the Employer and shall not exceed six (6) months.

#### 14.6 Union Leave:

Leaves of absence without pay or benefits shall be granted to employees for the purpose of accepting employment with the Union, provided that (a) the leave may not exceed six (6) months without the mutual agreement of the Employer, the Union and the employee; (b) only one employee may take such leave at any time and, (c) while his/her seniority with the Employer will continue to accrue while on this leave, it shall not accrue for PTO entitlement purposes.

The Company also agrees to grant the necessary time off without discrimination and with pay to one (1) employee designated by the Union to attend the UNITE HERE Convention (this is 5 days every 5th year). The Union will provide the Company one (1) week's notice in each instance. The Company will further provide unpaid leave to

employees to attend such conventions, meetings, and union functions as the Company determines its business requirements reasonably allow.

## 14.7 Military Leave:

Military leave shall be treated in accordance with the provisions of applicable Federal and State Law.

#### 14.8 Expected Return Date:

An employee on leave of absence shall be expected to return to work on or before the "Expected Return Date" set forth in his/her initial application or any subsequently granted extension. If the employee has been on a Medical, Disability or Workers' Compensation leave, such employee may be required to produce proof, before he or she returns to work, that he or she is physically able to return to duty. Upon returning to work, the employee shall be restored to his or her former position and shift (or equivalent shift) in that week's schedule. The employee shall notify the Employer forty-eight (48) hours before returning to work.

The Employer may require employees on medical leave of absence, or returning from medical leave of absence, to be examined by a physician chosen by the Employer, where permitted by applicable law. In such case, the Employer will pay the cost of said examination. Such examinations shall be limited to an evaluation of the employee for the conditions related to the circumstances requiring the leave.

# 14.9 Accrual of Benefits and Seniority:

Employees shall retain pre-leave seniority and shall accrue seniority during all authorized leaves. Failure to return to work after an authorized leave of absence shall result in complete loss of seniority rights and shall be considered a voluntary termination.

# 14.10 Working While on Leave:

With the exception of employment with the Union under Union Leave, employees on an approved leave of absence shall not engage in other gainful replacement employment.

#### ARTICLE 15 HEALTH AND WELFARE

1. <u>Eligibility and Employer Contributions</u> - An employee must be employed by the Employer for a minimum of three (3) consecutive months to be eligible for the Health and Welfare insurance benefits.

For the purposes of Health and Welfare benefits Full Time shall be defined as those who work 20 hours per week.

**Employer Contributions** – From February 6, 2016 through September 30, 2017, the Employer's contribution shall be for only those compensated hours for employees who elect coverage. Beginning with hours worked on October 1, 2017, the Employer shall pay contributions on all employees regardless of whether they elect coverage following the

eligible employee's sixtieth (60th) day of employment (for example, an employee hired on January 15th will begin to have Employer contributions calculated on their April 1st hours, and contributions will be paid to the trust fund based on the April hours worked on the May invoice). The Employer will pay the following contributions per hour worked to the Local 17 Hospitality Benefit Fund (the "Fund") toward maintaining a Welfare and Insurance Plan on behalf of its employees. Such increases are to be determined by the Fund Trustees, as they in their discretion determine the need, not to exceed the cost increase to the Fund from Health Partners or their successor benefit provider.

- a) Effective for hours worked on 2/06/2016 -- \$2.78 per hour worked
- b) Effective for hours worked on 6/01/2016 -- \$2.90 per hour worked
- c) Effective for hours worked on 2/01/17 -- \$3.05 per hour worked
- d) Effective for hours worked on 10/01/18 -- \$3.25 per hour worked.

A rolling three (3) month average of 75 hours worked shall be used for purposes of determining an employee's continued eligibility for benefits under the Health and Welfare Plan.

<u>Employee Contribution</u> – As of the effective date of this Agreement, each eligible employee desiring coverage shall pay twenty-one dollars (\$21.00) per month toward the cost of providing Health and Welfare benefits. Employees may elect coverage as defined by the Trust's Summary Plan Document.

The Fund Trustees may increase employee monthly contributions at their discretion during the life of this Agreement. Employee's contributions shall be deducted from their paychecks.

- 3. Payments During Vacation/PTO Time Vacation periods or other time off for which payment is actually made to the employee shall be considered as time worked for the purposes of making contributions pursuant to this Article; and such payments shall be made not later than the 20th day of the month following the month in which the employee worked. The Employer is not required to make contributions on vacation time which is cashed out.
- **Trustees** The Fund shall be under the authority and supervision of six (6) Trustees, three (3) Employer Trustees and three (3) to be selected by the Union; said Trustees to function under the authority of the Agreement and Declaration of Trust of October 24, 1952, as revised and amended.
- **Delinquencies** Where there is no controversy over the obligations of the Employer under this Article and the Employer fails or refuses to submit the required contributions to the Trust Fund in the amounts and within the time as required, or is habitually delinquent with respect to such submission, then in such event:
- a) After due notice to the Employer of its delinquency, the Union shall not be limited to the Grievance and Arbitration procedure but may serve notice on the Trust Committee to proceed with commencement of legal action against the Employer, in which event the Employer shall be required to pay all costs and reasonable attorney's fees.

- b) If the Employer shall fail to make contributions to the Trust Fund by the 20th day of the month following the month in which the employee worked, the Employer shall be subject to liability for the principle and in, addition, liquidated damages of 12% of the delinquency, 18% interest on the delinquency and reasonable attorney fees and costs incurred in the collection of the delinquency.
- c) The Union and the Trust Fund, or either, shall have the right, for good cause and at reasonable times, to check all appropriate employment and payroll records of the Employer to determine whether the Employer is in compliance with the terms and requirements of this Article.
- d) The Employer and/or other employers having Collective Bargaining Agreements with the Union in Minneapolis and environs and who are committed to making contributions to the Fund in the same amounts and under the same conditions guarantee the solvency of the Trust Fund at the benefit levels established by the Trustees thereof during the life of this Agreement, subject to limitation of contribution by Employer as described above.
- **Self-Payment** All eligible employees, as determined by Section 1 above, who fall below the required hours for Health and Welfare coverage or who terminate their employment shall be permitted to submit to the Fund self-payments for up to the amount of time required under the Comprehensive Omnibus Budget Reconciliation Act of 1986 ("COBRA").
- 7. <u>Employer's Option to Convert Coverage</u> The Employer reserves the right to, at its option, place the health and welfare (including dental) coverage elsewhere, provided that benefit levels are not reduced and the cost to the employee is no greater than at time of transition.

#### ARTICLE 16 401K PLAN

401k Plan benefits shall be provided to eligible employees in accordance with the terms set forth in Appendix "A".

#### ARTICLE 17 UNIFORMS

Employer shall furnish uniforms at no cost to the employee.

Each uniform or part thereof must be returned upon termination. In the event such uniforms are not returned, the cost of any item of the uniform will be deducted from the employee's final paycheck. The Employer agrees to replace uniforms at its sole expense for normal wear and tear.

Employees who fail to wear the appropriate uniform or who arrive to work for a scheduled shift without required uniform items are subject to discipline.

Employer may create a national program to allow Employees to purchase safety shoes at a discounted price. If Employer creates such a program, employees will be able to participate in that program according to the terms of the program established in Employer's sole discretion. If Employer wishes to make participation in the program mandatory or creates any requirements for Employee shoes other than color, Employer agrees to bargain such issues with the Union.

<u>Uniform Alteration</u> - The Employer shall make arrangements, and pay for all uniform alterations it deems necessary. No alterations by the employee will be permitted.

#### ARTICLE 18 MEALS

Employees will be entitled to a stipend of six dollars (\$6.00) per day in which they work at least six (6) hours which they may use toward purchasing a meal from any SSP location in the Airport except Charley's and Ben & Jerry's at full menu price. The stipend is provided only once per day and may not be used at more than one location. All employees will be entitled to fountain beverages, coffee, and tea (except bottled teas) at no cost to the employee during their shift. All bottled beverages such as sports drinks, bottled juices, bottled teas, and bottled water will be available at full menu price and subject to the stipend. Beer, wine, liquor, or any beverage containing alcohol may not be purchased or consumed at any time.

Employees must have their selected item(s) with them at the time of purchase; items must be paid for prior to consumption; associates are not permitted to portion, price, ring up, or bag their own purchases; associates must retain their receipt until the end of their scheduled shift; receipts are subject to inspection by management at any time during the employee's shift; associates will be required to clock in and out for meal periods; and associates must consume their meals in approved areas.

### ARTICLE 19 ALCOHOL AND DRUG ABUSE POLICY

- 19.1 The Employer and the Union recognize that they must endeavor to provide safe and efficient operations for the protection and benefit of the general public, its clients, customers and employees. Work for the Employer must be performed by employees who do not use illegal drugs or misuse alcohol. Drugs are defined as any narcotics, depressants, stimulants, dangerous drugs or hallucinogenic drugs considered dangerous by the U.S. Dept. of Justice, Bureau of Narcotics and Dangerous Drugs. Employee's prescription drugs are exempt.
- 19.2 The Employer may adopt a policy permitting testing for drug and/or alcohol use for probable cause, or as required by its clients and other third parties having jurisdiction over the facility or by applicable law.

#### ARTICLE 20 SUCCESSORSHIP AND SUBCONTRACTING

#### 20.1 Change of Ownership:

In the event that the Employer sells or assigns its business, or in the event that there is a change in the form of ownership, the Employer shall notify the Union as soon as practical in writing and shall make all payments which are then due or which shall be due as of the date of transfer of the business for wages, vacation and/or health and welfare for Employees. The Employer shall use its best efforts to secure a meeting between the Union and the new owner.

# 20.2 Binding on Successors:

This Agreement shall be binding upon the successors and assigns of the parties hereto. No provisions, terms or obligations herein contained shall be affected, altered or changed in any respect whatsoever by the consolidation, merger, transfer or assignment of the Employer's interest, or any part thereof, in any establishment covered by this Agreement.

# 20.3 Subcontracting limited to DBE's:

The Union recognizes that the Employer is subject to requirements imposed by various Federal, State and local laws and regulations, through the Airport, to subcontract to businesses owned by socially and economically disadvantaged individuals (DBE's). The Employer agrees that it will only subcontract to DBE's and only to the extent actually required by the Airport or by its agreement with the Airport reached as part of a bidding process in order to meet compliance standards with those laws and regulations referenced above.

#### ARTICLE 21 NO STRIKE/NO LOCKOUT

This Agreement establishes a collective bargaining relationship and equitable procedures for the peaceful resolution of any disputes that may arise. Accordingly, it is agreed that during the term of this Agreement neither the Employer nor the Union (or its affiliates) nor the employees covered under this Agreement, will engage in, sanction, or authorize any job action of any kind, whether it takes the form of strikes, lockouts, slowdowns, picketing, boycotts, sympathy strikes, or any other interference with the operation of the Employer, whether such action is attributable to a dispute over existing contract rights, a dispute involving another unit of the Employer, another employer or Union, or any other reason.

#### ARTICLE 22 SECURITY

#### 22.1 Entries and Exits:

The Employer reserves the right to establish specific entry and exit sites at its facility to be used by its employees at all times. Once established, the employees shall be notified in writing.

## 22.2 Employment Suitability:

The Union understands that the Employer is subject to direction from their clients and other third parties with jurisdiction over the facility regarding background checks, pre and post employment drug testing, etc. If a governmental agency such as the Transportation Security Administration determines that an employee of the Employer is unacceptable, the Employer has no recourse but to terminate their employment.

# 22.3 Inspections and Lockers:

Lockers (if any), employee handbags, and employee carry bags and similar items may be subject to inspection in the rare instance in which there is determined to be a facility-wide problem with theft (i.e. demonstrable evidence of product shortages or shrinkage). Whenever possible, a steward will be present at the time of inspection. Neither this provision, nor any other herein, shall be read to require the Employer to provide lockers to employees.

### 22.4 Parking:

The Employer shall pay the full cost of Employer approved parking for all employees.

#### ARTICLE 23 HEALTH AND SAFETY

At the request of either party, there shall be established a joint labor/management safety committee in any particular unit to discuss any health and safety problems.

#### ARTICLE 24 SEPARABILITY AND SAVINGS

- 24.1 If any provision of this Agreement or any application of this Agreement to any employee or group of employees is held invalid by operation of law or by a Court or other tribunal of competent jurisdiction, such provision shall be inoperative but all other provisions shall not be affected thereby and shall continue in full force and effect.
- 24.2 The parties agree to meet promptly to discuss the impact of the affected contract provision and to create a new provision as may be needed. Such discussions shall not "open" the Agreement during its term.

# ARTICLE 25 TERM OF THE AGREEMENT

This Agreement shall become effective on February 6, 2016 and shall remain in full force and effect through and including February 5, 2019. This Agreement shall continue from year to year thereafter unless either party gives written notice with proof of receipt to the other party, to be received no more than ninety (90) days nor less than sixty (60) days prior to initial expiration or any yearly anniversary date thereafter, of intention to reopen or modify this Agreement. This Agreement may only be amended, supplemented, rescinded, or otherwise altered by mutual agreement in writing between the Employer and the Union.

This Agreement supersedes all prior agreements and understandings, oral or written, expressed or implied, among the Employer, Union and employees covered by this Agreement and shall be the sole source of any and all rights or claims which may be asserted pursuant to the grievance procedure set forth in this Agreement.

as of	IN WITNESS WHEREOF, the parties he	WITNESS WHEREOF, the parties hereto executed and signed this Agreement	
	AMERICA	UNITE HERE UNION LOCAL 17	
Ву:		By:	

#### **APPENDIX "A"**

#### **WAGES:**

Classification	2/6/16	8/1/16
Cashier	\$10.25	\$10.50
Food Service Worker	\$10.25	\$10.50
Line Cook I (Charley's/Famous)	\$12.25	\$12.50
Wok Cook	\$13.25	\$13.50
Line Cook II (Republic, Bar food)	\$13.25	\$13.50
Line Cook III (Specialty Cook) (Lolo's)	\$14.25	\$14.50
Prep Cook I	\$12.25	\$12.50
Prep Cook II	\$13.25	\$13.50
Sushi Maker	\$13.25	\$13.50
Utility	\$10.25	\$10.50
Warehouse/Delivery	\$10.25	\$10.50
Server	Min wage	Min wage
Bartender	Min wage	Min Wage
Host/Hostess	\$10.50	\$10.75

All employees except servers and bartenders shall receive the following increases:

2-6-17	25¢ per hour
8-6-17	25¢ per hour
2-6-18	20¢ per hour
8-6-18	20¢ per hour

# **401K PLAN:**

The 401(k) Plan shall remain without change or modification for the duration of this Agreement. The plan is offered through Principal Investments. Employees may contact Human Resources for more information regarding the plan.