

**MINNESOTA
HIGHWAY & HEAVY AGREEMENT
MAY 1, 2017 – APRIL 30, 2020**

THIS AGREEMENT, by and between, or on behalf of the parties and in the capacities and status designated in Article 2, hereof, establish rates of pay, wages, hours of employment, fringe benefits, and vacations, where applicable, and other terms and provisions concerning employment relations and collective bargaining relations and collective bargaining between or involving such parties on construction work in the State of Minnesota.

NOW, THEREFORE, for such purposes, it is agreed as follows:

**ARTICLE 1
Considerations for Agreement**

The considerations for this Agreement are the mutual promises of the parties and their mutual purposes to establish, maintain and promote sound and harmonious labor relations.

It is desirable to maintain the cooperative relationships existing during past years between the Employers and the Employees represented by the Union.

**ARTICLE 2
Designation of Parties**

A. The companies' signatory to this Agreement, hereinafter called Employers or Contractors, are a party to this Agreement and agree to be bound to the terms of this Agreement. They are parties hereto as principals, but their status is several and not joint.

B. Members of an Association who have agreed to be bound to the terms of this Agreement through an Association or other Employers who have done likewise (hereinafter called Employers), are parties hereto as principals, but their status is several and not joint.

C. The labor organizations on their own behalf and on behalf of the Employees whom they represent and on whose behalf they are recognized or are to be recognized are parties hereto (hereinafter called Unions). The status of said Unions is dual, in that they are parties hereto as principals and also as agents for the Employees whom they represent and on whose behalf they are recognized or to be recognized as hereinafter provided. The status of the Unions is several and not joint, as related to other craft unions.

**ARTICLE 3
Union Recognition**

The Employers hereby recognize each of the Unions as the exclusive collective bargaining representative of the Employees in the craft signatory to this Agreement, in respect to rates of pay, wages, hours of employment, fringe benefits, vacations where applicable, and other conditions of employment. The respective Unions are hereby recognized by the Employers as the sole and exclusive bargaining representatives of the Employees represented by them. The respective Unions represent that they are qualified for such recognition.

**ARTICLE 4
Scope of Agreement**

This Agreement shall govern work as described in Schedule 8, done in the State of Minnesota.

District 1 - shall consist of Anoka, Carver, Chisago, Dakota, Hennepin, Isanti, Ramsey, Scott, Sherburne, Washington and Wright counties.

District 2A - shall consist of Carlton, Cook, Lake Pine, and that part of St. Louis County south of T. 55N. (Two miles North of Cotton on Highway #53, County Road 967 is T.55N.)

District 2B - shall consist of Itasca county and that part of St. Louis county north of T. 55N. (Two miles North of Cotton on Highway #53, County Road 967 is T.55N.)

District 2C - shall consist of Koochiching County

District 3A - shall consist of Benton, Kanabec, Mille Lacs, and Stearns counties.

District 3B - shall consist of Blue Earth, Brown, Dodge, Faribault, Fillmore, Freeborn, Goodhue, Houston, LeSueur, Mower, Nicollet, Olmsted, Rice, Steele, Wabasha, Waseca and Winona counties.

District 3C - shall consist of Chippewa, Cottonwood, Jackson, Kandiyohi, Lac qui Parle, Lincoln, Lyon, Martin, McLeod, Meeker, Murray, Nobles, Pipestone, Redwood, Renville, Rock, Sibley, Watonwan and Yellow Medicine counties.

District 4 - shall consist of Aitkin, Becker, Beltrami, Big Stone, Cass, Clay, Clearwater, Crow Wing, Douglas, Grant, Hubbard, Kittson, Lake of the Woods, Mahnommen, Marshall, Morrison, Norman, Otter Tail, Pennington, Polk, Pope, Red Lake, Roseau, Stevens, Swift, Todd, Traverse, Wadena, and Wilkin counties.

The Metropolitan Area shall be defined as District 1 and that part of District 2 within the city limits of Duluth, Minnesota.

ARTICLE 5

Union Security

The Unions recognized under Article 3 of this Agreement shall be entitled to union security to the extent that each Employee in the collective bargaining unit represented by such Union shall, on the eighth (8th) day following the beginning of employment in such collective bargaining unit by such Employer under the coverage of this Agreement or the effective date of this Agreement, whichever is later, be required to become and remain a member in good standing of such Union as a condition of employment.

The Employer will be required to dismiss Employees who refuse to comply with this Union Security provision after personal notification by a bona fide representative of the Union to a responsible representative of the Employer on the job. The Unions shall be entitled to approach individual Employees for organizational purposes as provided by law.

ARTICLE 6

Hiring Employees

There shall be no discrimination or harassment against any Employee because of affiliation or non-affiliation with the Union, race, color, age, sex, disability, creed, political or religious beliefs.

Nothing in this Agreement shall be deemed to constitute a hiring hall or to require the Employers to call only the Union for Employees, or to hire only Employees referred by the Union.

When called and the Union fails to provide qualified workers within forty-eight (48) hours, the Employer shall be free to employ anyone to perform the work at the appropriate scale as contained herein.

The Employer shall inform Employees that the Employer is a Union Contractor and as such, Employees on or before the eighth (8th) day of employment must become and remain members in good standing as a condition of employment.

On May 1, 1995, the Construction Craft Laborer Apprenticeship Program has been established. The Apprenticeship Committee is made up of an equal number of Employer Trustees and Union Trustees. The parties incorporate by reference the terms and conditions of the Minnesota Laborers' Apprenticeship Program. Copies of the Apprenticeship Standards are available upon request.

A. Journey Laborers and Enrolled Apprentices. The Employers agree to give the Union the first opportunity when hiring Journey Laborers and Enrolled Apprentices. First opportunity shall be defined to mean that the Employer shall call the Union for not less than the first 50% of their Journey Laborers and Enrolled Apprentices.

B. Apprentice Candidates. An Employer seeking to hire an Apprentice candidate shall first contact the Union Local with geographical jurisdiction. The Local shall refer to the Employer an enrolled Apprentice from the Local's out-of-work list. If an Apprentice is not available from the Local Union, then the Employer may directly engage an Apprentice candidate and then refer that individual to the Apprenticeship Program as a sponsor. The individual must be enrolled with the Apprenticeship Program as an Apprentice within eight (8) business days of employment.

C. In situations where the contractor determines as a means to advance business relationships or in other extenuating circumstances, the Contractor may directly hire an Apprentice candidate, enrolled Apprentice, or Journey Laborer after notifying a Local Union Representative.

D. If an Apprentice candidate is not registered as an Apprentice with the Apprenticeship office within eight (8) business days of employment, the worker shall be deemed a Journey worker for wage and benefit purposes. Failure to register may result in action pursuant to Article 11.

ARTICLE 7

Insurance and Taxes

A. The Employer agrees to carry any and all insurance and pay all taxes as required by applicable State and Federal law.

B. The Employer further agrees to pay the State Worker's Compensation Insurance and into the State Unemployment Compensation Fund such amounts as are due from and after the date Employees from these Unions are employed on the job.

C. The Unions and Contractors agree to work jointly to file prevailing wage survey forms on a timely basis with the Minnesota Department of Labor.

D. The parties hereby agree that the Employers, who are parties to this Agreement, may, at their option, participate in the Union Construction Workers Compensation Program, a collectively bargained workers compensation program, which will enable the Employers to provide workers compensation benefits to eligible Employees under this Collective bargaining Agreement. The Rules and Regulations of the Program will apply to participation.

ARTICLE 8

Conflicting Agreements

The Employers agree not to enter into any labor agreements covering construction jobs, exclusive of maintenance and repair shops, with their employees on whose behalf any of the unions have been granted

recognition hereunder individually or collectively which in any way conflicts with the terms and provisions of this Agreement.

In the event the Unions signatory hereto enter into any agreement with any individual Employer or groups of Employers competing in the highway and heavy construction industry which provides for terms and conditions of employment more favorable to said Employer than herein provided, these more favorable terms and conditions may, at the option of the Employers signatory hereto, be implemented as a part of this contract, provided the Basic Trades Liaison Committee has first met and studied the evidence and is convinced the Union has, in fact, given better conditions or wages to the other party. In the event the Basic Trades Liaison Committee deadlocks, the arbitration procedure in the grievance Article will be followed to reach a final decision.

ARTICLE 9

Violation of Agreement

A. In the event the employer deliberately violates the provisions of this Agreement relating to wages, hours of work, or overtime differentials, any back pay owed to the Employee because of such violation shall be paid by the Employer at the rate of two (2) times the standard straight time and overtime rate. The vacation benefit, as a taxable wage, shall be included in any such back pay calculations.

B. Reasonable evidence of clerical error or honest mistake in interpretation of this Agreement shall exempt the Employer from the double penalty provisions. In such a case, the Employer shall be required to pay only the actual amount of back pay involved, at the standard straight time and/or overtime rate.

C. When there is evidence of collusion between the Employer and Employee to violate the Agreement, any back pay collected shall be made payable to the Employee, and shall be deposited with the Union, if an Arbitrator so orders.

ARTICLE 10

Discharge

The Employers may discharge any Employee whose work or behavior is unsatisfactory or who fails to observe the safety precautions or other reasonable rules and regulations prescribed by the Employers or any governmental agency. No Employee shall be discharged for refusing to work under unsafe conditions.

ARTICLE 11

Settlement of Disputes

1. Any controversy over the interpretation of or adherence to the terms of this Agreement shall first be attempted to be resolved between the Union and the Employer. Any controversy or grievance shall be deemed to be waived unless submitted in writing within ten (10) working days after the first occurrence of the event or knowledge of the condition giving rise to the grievance. The Union shall copy the AGC on written grievances and the AGC shall verify receipt of notification.

2. **Settlement.** Within 10 working days of receipt, the AGC shall communicate with the Union and the affected Contractor and make an attempt to facilitate settlement of the grievance.

3. **Disputes Board.** If a satisfactory settlement cannot be reached between the Union and the Employer within fifteen (15) working days of the matter being brought to the parties' attention the matter may be brought to the Labor-Management Basic Trades Disputes Board, if both parties agree in writing. In such case, the grieving party shall submit a written statement of the claim and facts of the matter to other parties including the Employer and the Union. (The rules of the Disputes Board shall be those already adopted by the Joint Committee.)

Both parties must sign an Agreement to bring the matter to the Disputes Board. Both parties must sign the document binding them to Board decisions. If either party does not attend the meeting after signing above and being notified of the meeting date and time, a decision will be rendered though they are not present.

Decisions of the Disputes Board will be drafted at the conclusion of the meeting, signed by members of the Board, and distributed to both parties at that time.

The Disputes Board is made up of equal numbers of Management and Labor representatives, neither of whom may be from the Union(s) or Employer(s) involved in the dispute, who will meet regularly to settle any disputes (other than jurisdictional disputes), to avoid work stoppages, or other problems affecting productivity. This Board shall have no power to add to, delete, or modify, any of the terms or provisions of this Agreement. All decisions of the Disputes Board shall be final and binding on the parties.

If either party, after signing above documents, refuses to abide by the decision of the Disputes Board, economic action may be taken by the other party.

4. **Arbitration.** Should the Disputes Board, as established, be unable to reach a decision on the matter before it, or because of a deadlock (lack of majority) or if either party refuses to use the Disputes Board, then the matter may be referred to Arbitration. Within ten (10) working days after the dispute is referred to arbitration, the parties shall ask the Federal Mediation and Conciliation Service for a list of five (5) Arbitrators from which the aggrieved party shall elect which party shall first strike one (1) name and the other party shall then strike one (1) name, and the parties will alternately strike names until there is one (1) name left. The final name shall be selected as the Arbitrator. The Arbitrator thus selected shall set the time and place for hearings, which shall begin no later than ten (10) working days after his or her selection, with the final decision to be handed down in not more than ten (10) working days after the last hearing is held. The time may be extended by mutual agreement between the parties.

The decision of the Arbitrator shall be final and binding on the parties to this Agreement who are the parties to the dispute; provided, however, that the Arbitrator shall have no power to add to, delete, or modify any provisions of this Agreement.

The Employer and the Union will share equally all fees and expenses of the Arbitrator.

All work and other conditions prevailing immediately prior to the raising of the question to be decided under this Article shall remain unchanged until final decision has been issued.

Any of the timelines in this Article may be extended in writing, by mutual agreement.

ARTICLE 12

Management

Management reserves the right to manage its jobs to the best interest of Management; the right to retain or dispense with Employees; to reduce or increase the number of Employees needed on each project, crew, activity or piece of equipment. Under no condition will Union Representatives make demands for more Employees in a crew on specific projects, insofar as it does not conflict with this Agreement.

ARTICLE 13

Safety

A. Accident and injury free operations shall be the goal of all Employers and Employees. To this end, the Employer and Employee will, to the best of their ability abide by, live up to the requirements of the several State and Federal Construction Safety Codes and Regulations.

B. To this end, the Employer shall from time to time issue rules or notices to its Employees regarding on the job safety requirements. Any Employee violating such rules or notices shall be subject to disciplinary action. No Employee may be discharged for refusing to work under unsafe conditions. Further, the Employer will encourage Employees to attend safety and skills training available through the Construction Laborers Education, Apprenticeship & Training Fund of Minnesota & North Dakota.

C. Such safety equipment as required by governmental regulations, shall be provided without cost to the Employees. At the Employer's option, the Employees may be required to sign for safety equipment and shall be obligated to return same upon discharge, layoff, quit or other termination in comparable conditions as when issued, providing reasonable wear and tear. The Employer shall have the right to withhold the cost of such safety equipment if not returned.

D. The Labor User Contractor Committee Joint Labor-Management Uniform Drug/Alcohol Abuse Program, copies of which are on file with the Laborers District Council and the AGC of Minnesota, is incorporated herein by reference and is made a part of this Collective Bargaining Agreement. This program is available to any signatory Employer on a non-mandatory basis.

ARTICLE 14

Pickets, Banners and Strikes

The Employer shall not require an Employee to go through a primary picket line or banner to work. It shall not be a violation of this Agreement and it shall not be cause for discharge or disciplinary action in the event an Employee decides not to cross a primary picket line or banner. This clause shall not apply to secondary picket lines or banners and it shall not apply to jurisdictional picket lines or banners.

ARTICLE 15

Strikes, Lockouts, Work Interference

The Unions and the Employers agree that there shall be no strikes, lockout, work-stoppages, slow-down, sit-down, stay-in, or other concerted interference with the Employer's business or affairs by any of said Unions and/or the members thereof, and there shall be no lockout during the existence of this Agreement without first giving the Employer forty-eight (48) hours written notice and sending the dispute through the procedures established in Article 11.

Spread-work tactics, slow-down, stand-by crews, forcing of overtime has been and is condemned by both parties, and Employees engaging in same shall be liable for disciplinary action.

ARTICLE 16

Subcontractors

A. The Employer agrees that, while subletting or contracting out laborers work at the job site, the Employer will sublet or contract such work only to a subcontractor who has signed or is otherwise bound by a written labor agreement entered into with the Union.

When situations arise where it is claimed that no union subcontractor is available for the proposed work, the Employer and the Union shall meet and agree upon an equitable solution, which may include a Project Agreement.

The Union agrees that when the Employer is required by any imposed requirement to sublet, contract out or award bargaining unit work to any Minority, Disadvantaged, Small and/or Female Business Enterprise or any other such similarly designated enterprise, and a dispute exists, the Employer and the Union shall meet and agree

upon an equitable solution to the dispute, which may include a Project Agreement.

B. Controversy with Subcontractor. In the event a Subcontractor is involved in a controversy, the Union shall be obligated to bring it to the attention of the prime Contractor in an effort to settle the controversy before a work-stoppage is brought about.

ARTICLE 17

Union Representatives

Only authorized Union Representatives shall have the right to confer with Employees on the job. Each and every Union Representative shall first contact the job superintendent or foreman or whoever is in charge of the project, before conferring with any Employee. The Union Representative shall have the right to confer with employees during working hours, but at no time shall such Union Representative hinder or interfere with the progress of the work.

It shall be the obligation of the Union Representative to adhere to all pertinent safety rules of the particular job while on the Employer's premises.

ARTICLE 18

Rotation of Employees

The Union may not require rotation of Employees during the life of this Agreement, other than Apprentices shifted for purposes of training.

ARTICLE 19

Payroll Records

In case of a dispute arising over hours, wages and fringes, the Union shall have the right to examine the payroll records of the individual Employees covered by this Agreement upon which there is a dispute. Prior to the actual examination, a written request shall be submitted to the Employer involved.

ARTICLE 20

Application of Wage Rates

The determining factor in applying different area rates shall be the location within the State in which the work is being performed and not the home address of the Employee or Employer. Pay rates for other crafts with respect to areas are irrelevant.

ARTICLE 21

Payday and Wage Payment

A. All regular, full-time Employees covered by this Agreement shall be paid in full each week. Not more than seven (7) days shall be held back, including payday.

B. Wages shall be paid at or before the end of the shift of the designated payday. Failure on the part of the Employer to comply with this provision shall entitle the Employee to an extra four (4) hours pay.

C. When an Employee is laid off, or discharged, upon demand they shall receive all money due them in cash or negotiable check within twenty-four (24) hours. If the Employee does not appear to collect their check the Employer will immediately mail their check to the Employee's last known address. This provision is intended to conform with Minnesota Statute §181.13.

D. An Employee who quits will be paid any wages due them at the next regular payday.

E. The Employer agrees to provide the following information on the Employee's check stub: hours, date, regular pay, overtime pay, gross pay, deductions, net pay.

ARTICLE 22

Fringe Benefits

The Employer agrees to contribute every month, not later than the 15th day of the following month, hereinafter called the "due date," such sums for Pension, Health and Welfare, Vacation, Training/Apprenticeship and LECET as is designated in the wage schedule of this Agreement for each hour worked by all Employees covered by this Agreement. The Fringe Benefit Funds shall be known separately as the Minnesota Laborers Pension Fund, the Minnesota Laborers Health and Welfare Fund, the Minnesota Laborers Vacation Fund, the Construction Laborers Education, Training and Apprenticeship Fund of Minnesota and North Dakota and the Minnesota Laborers-Employers Cooperation and Education Trust (LECET) Fund and collectively as the Minnesota Laborers Fringe Benefits Fund under separate Trust Agreements, hereinafter called Fund(s), copies of which are available upon request from the Fund Administrator, and to which the Employer is automatically bound. The Trustees shall equally represent the Union and the Employer.

1. The fringe benefit contributions are to be paid on one check and submitted to the agent of the Funds as designated by the Trustees.
2. (a) The Employer is required to accurately report all hours worked by each Employee covered by this Agreement on a report form provided by the Fund Administrator.

(b) All fringe benefit contributions are paid on an hourly basis on all hours worked. This includes straight time, one and one-half time and double time. The Vacation contribution is taxable and is paid for work performed at one and one-half and double time (see Schedule 10). The Pension, Health and Welfare, Training and LECET contributions are not pyramided, but shall be paid for all hours worked. Example: If hourly wage is \$3.00 plus \$.10 for Pension, Health and Welfare, Training and LECET plus \$.02 Vacation; time and one-half overtime wage rate is \$4.50 plus \$.10 for Pension, Health and Welfare, Training and LECET plus \$.03 Vacation; double time overtime wage rate is \$6.00 plus \$.10 for Pension, Health and Welfare, Training and LECET plus \$.04 Vacation.
3. (a) In the event that a National Health Insurance Program is enacted, the Employer contribution to the current Health and Welfare Plan, as described in Schedule 10, shall be applied to any cost incurred by the Employer and/or the Employees covered hereunder in connection with such National Health Plan.

(b) If the current Employer contribution is in excess of the cost of such National Health Plan, then at the discretion of the Employees covered hereunder, the difference shall become a contribution to either a supplemental health and welfare insurance plan and/or one of the existing Pension Plans.

(c) If any local governing body or the state passes a new law or local ordinance within the geographic scope of this agreement that requires the employer to provide new paid leave benefits to employees during the life of this agreement, the parties agree that they will meet and confer for the purpose of drafting language to insert into this agreement that will provide an express and unambiguous waiver of such new paid leave requirements if the applicable law or local ordinance so allows.
4. There shall be no requirement that Employees sent to work outside the scope of this Agreement be paid fringes, nor shall the Employer be required to duplicate fringe contributions. The Employer shall maintain adequate records from which the Funds may determine whether Employees worked outside the scope of the Agreement.

5. (a) An Employer shall be considered "delinquent" for a particular work month if its required report and payment for that month are not postmarked on or before the 15th day of the following month (the "due date"), irrespective of whether such delinquency is willful or otherwise.

(b) If an Employer becomes delinquent for a particular work month (as provided in (a) above), the Employer shall also pay, as liquidated damages and not as a penalty, an amount equal to 10% of the payment otherwise due for such work month, it being understood and acknowledged by the parties that actual damages are extremely difficult or impossible to ascertain and that the amount so fixed as liquidated damages is reasonable.

(c) An Employer is also required to pay interest on all delinquent fringe benefit contributions at the rate prescribed by the Trustees in the Trust Agreements as may be amended from time to time.

(d) If an Employer becomes delinquent for a particular work month (as provided in (a) above), as to any or all of the Trust Funds, or should the Trust Funds reasonably deem itself insecure in the payment or collection of fringe benefit payments by reason of the Employer's past delinquencies, insolvency, insufficient capitalization, and/or lack of assets subject to attachment within the State in which work is performed, then the Fund Administrator, upon submission of an affidavit of the Fund Administrator to Employer attesting to same, shall have the right to compel the Employer to post a cash or fringe benefits surety bond (in a form acceptable to the Fund Administrator) in the face amount of the greater of \$20,000 or 125% of the total fringe benefit payments reasonably estimated to come due within the six (6) months following the date of Fund Administrator's affidavit. This bond may be required whether or not a delinquency exists at the time and may be required in addition to a bond posted for a prior delinquency.

The Union shall refuse to supply workers and shall prohibit Employees covered by this Agreement from working for any such delinquent Employer who fails or refuses to provide or maintain such a bond required under this Article.

(e) Illustration of clauses (a), (b), (c), and (d): If an Employer's report and payment for fringe benefit contributions for the January work month have not been postmarked before February 16, such Employer becomes delinquent at that point and must pay the full amount due, plus 10% of the delinquent amount, plus interest. If the report and the full payment for January (including the 10% liquidated damages amount and interest) are not postmarked before March 16, the Fund Administrator may submit an affidavit to the Employer and the Employer must then post a bond in the amount of \$20,000 or 125% of the estimated amount whichever is greater, in addition to reporting and paying the full amount due.

(f) The delinquent Employer shall also be required to pay all costs of collection actually incurred by the Trust Funds, including all attorney fees, service fees, filing fees, court reporter fees, and all other fees, costs and disbursements incurred by or on behalf of the Trust Funds in collecting the amount due. Trustees at their discretion may reimburse (from the Fund) the Unions for picketing and banner expense actually incurred by the Union in collecting amounts due the Trust Funds, which expenses shall be deemed to be costs of collection incurred on behalf of the Trust Funds.

(g) Each Employer who is required to make payments to the Trust Funds shall promptly furnish to the Trustees, or the Unions, or their authorized agents, on demand, a complete set of all relevant employment and payroll records, including but not limited to federal forms W2s and W3s, federal quarterly 941 forms, federal forms 1099s and 1096s, Minnesota Unemployment Quarterly Reports (MUTAs or MN UCs) or such similar state required quarterly reports, time cards, payroll and check registers. This includes any other relevant information that may be required in connection with the administration of the Trust Funds. The Trustees, the Unions, or their authorized agents may examine such records whenever such examination is deemed necessary by the Trustees, the Unions or their authorized agents in connection with the proper administration of the Trust Funds.

If any Employer fails or refuses to furnish its payroll records to the Trustees, the Unions or their authorized agents upon demand or refuses to afford the Trustees, the Unions or their authorized agents reasonable opportunity to examine the same in accordance with standard auditing procedures, the Trustees or the Unions may enforce such rights by legal action, in which event all attorney fees, service fees, filing fees, court reporter fees and other legal costs and disbursements, as well as the auditing fees and costs incurred in conducting such audit, shall be paid by such Employer on direction by the Trustees. The Unions shall also have the right to take economic action to enforce such rights on behalf of the Unions and the Trustees and the Trust Funds shall reimburse the Unions for picketing and banner expenses actually incurred in enforcing such rights.

Each Employer bound to this Agreement is obligated to maintain adequate records to identify the type of work being performed by its Employees to allow the Funds to determine whether the Employer is accurately reporting hours to the Funds. If the Employer fails to maintain satisfactory records from which the type of work being performed by an individual may reasonably be determined, the Employer will be held liable for all of the hours worked by that individual for whom the Employer is unable to produce satisfactory records verifying the type of work being performed by that individual.

(h) Notwithstanding the provisions of Article 11, Settlement of Disputes, the failure, refusal or neglect of an Employer to report and to pay sums due the Trust Funds or otherwise to comply with the terms and provisions of this Article shall not be subject to arbitration. The Trustees or the Funds may proceed with legal action without pursuing or participating in any dispute resolution process contained in this Agreement.

(i) The parties to this Agreement acknowledge that the provisions of this Agreement establishing rates of pay, wages, all hours of employment and other terms and conditions of employment, including fringe benefits, apply to Employees employed in job classifications within the jurisdiction of the Union from the first date of employment, REGARDLESS OF WHETHER OR NOT SUCH EMPLOYEES ARE MEMBERS OF THE UNION.

(j) No Agreement will be signed with any Employer who is delinquent with the submission of payment for fringe benefit contributions, past or present, unless or until fully paid. An Employer with a history of delinquencies may be required to post a fringe benefit bond in the manner and amounts as provided for in this Article, prior to the execution of a new Agreement. Any and all fringe contribution rates shall be open for adjustment on any anniversary date upon thirty (30) days written notice to the Employers. Such adjustments shall operate to adjust wages in like amount.

6. Any and all fringe contribution rates shall be open for adjustment on any anniversary date upon thirty (30) days written notice to the AGC. Such adjustments shall operate to adjust wages in like amount.

7. The Parties agree to the possibility of starting an annuity (defined contribution plan) during the term of this Agreement funded out of the existing package and administrated by the Pension Fund Trustees.

8. Any employer signatory to this agreement may submit in writing to the Fund Coordinator, a request for information and shall be entitled to receive information regarding delinquent status of another employer. This information is available only when a Prime Contractor/ Subcontractor relationship exists.

ARTICLE 23

Worker Readiness

The Union and Employers recognize the value of a skilled and motivated workforce. To this end, Labor and Management agree as follows:

A. All Journey workers covered by this Agreement should attend and successfully complete the OSHA 10 hour course at the Construction Laborers Education and Training Center.

B. During the term of this Agreement, all Journey workers covered by this Agreement should attend a minimum of twenty-four (24) hours of skill improvement approved and funded by the Education and Training Fund.

C. Scheduling of these courses shall be the responsibility of the Employee in collaboration with the Education and Training Fund.

ARTICLE 24

Saving Clause

This agreement is intended to be in conformity with all applicable and valid State and Federal laws, rules and regulations. Any conflict between the provisions of this Agreement and the terms of any such laws and regulations shall cause the provisions of this Agreement so in conflict to be superseded or annulled but shall not supersede or annul the terms and provisions of this Agreement which are not so in conflict.

ARTICLE 25

Entire Understanding

This Agreement covers the entire understanding and past jurisdictional practices between the parties hereto. Nothing which is not contained herein will be of any force or effect upon any party hereto. This Article shall not apply to the Letter of Understanding relating to Picket Line Clause of July 2, 1975.

ARTICLE 26

Duration

A. All terms of this Agreement shall take effect May 1, 2017.

B. This agreement shall remain in full force and effect through April 30, 2020.

C. Any party has the right to terminate or amend this Agreement by giving notice to the other party sixty (60) days before the expiration of this Agreement. Failure to give such notice shall cause this Agreement to be renewed automatically for a further period of twelve (12) months.

D. In the event such written notice is given and a new Agreement is not signed before the expiration date of this Agreement, then this Agreement shall continue in force until a new Agreement is signed, negotiations are formally broken off, or until a strike or lockout occurs.

SCHEDULE 1

List of Contractors

SCHEDULE 2

Others Doing Laborers' Work

If weather conditions cause a project to be partially shut down, the Employer shall not remove Laborers from their work and send them home for the day and continue performing Laborers work with another trade.

If a violation occurs, the Employee shall receive equal compensatory pay.

SCHEDULE 3

Call-In Pay

Employees shall receive full-time pay for all time spent in the service of the Employers. There shall be no split shifts. When an Employee is called to work, they shall receive two hours' pay if not put to work. If they are called to work and commence work, they shall be guaranteed a minimum of four (4) hours' pay; these provisions, however, not to be effective when work is unable to proceed because: (1) railroads or common carriers fail to make deliveries as scheduled; (2) the Engineer refuses to permit work; and (3) Acts of God including weather conditions, will not permit work.

SCHEDULE 4 Travel and Subsistence Allowance Heavy Industrial Construction

When money is paid an Employee under this Agreement on account of travel expenses, or the cost of other facilities, said payment is intended to reimburse the Employee for all or part of the expenses actually incurred by them in the furtherance of the Employer's interests. Such payment shall not be included as part of the wages paid to the Employee and shall be given on a separate check.

SCHEDULE 5 Union Notification

The Employer shall communicate with the Union prior to starting projects of five hundred thousand dollars (\$500,000.00) or more in any district.

SCHEDULE 6 Job Stewards

The Employers recognizes the right of the Unions to designate job stewards to handle such Union business as may from time to time be delegated to them to see that the terms and conditions of this Agreement are being complied with. The Employers also agree that the job steward shall be kept on the job until completion of the work covered by this Agreement and are not to be laid off before such time without a hearing before a committee composed of a Representative of the involved Employer and an officer of the Union, which hearing shall be held not later than the end of the next business day following the giving of notice of layoff by the involved Employer to the involved job steward.

The Employer agrees that on any job where they have Employees covered by this Agreement employed, the steward shall be kept on the job, if the crew is reduced due to weather or working conditions and/or if any Employees covered by this Agreement are kept on the job. The Steward, however, will not be an additional person and shall be a part of the working crew.

SCHEDULE 7 Hours and Overtime

A. All Districts. Forty (40) hours shall constitute a weeks work beginning on Monday of each week. Where work is required in excess of forty (40) hours in any one week, such work shall be paid for at the rate of one and one-half (1 ½) times the hourly rate. All time worked in excess of ten (10) hours in any one day shall be paid at one and one-half (1 ½) times the hourly rate. All time worked on Saturday shall be paid at one and one-half (1 ½) times the hourly rate. EXCEPTION: If the employee has not worked forty (40) hours, Monday through Friday, due to his/her own accord, or due to two (2) or more lost days due to inclement weather, he/she shall be paid straight time on Saturday until said employee has worked forty (40) hours. Sundays and holidays are paid at two

(2) times the hourly rate. Further, work performed between the hours of 9:00 pm and 5:00 am a \$1.00 per hour premium shall be paid. This provision does not apply to shift work.

B. When the Pre-determined rates are low or non-existent, a percentage rate of no less than 90% of the base rate (on the check) may be paid, plus the total fringe package in Districts 3A, 3B and 4. Districts excluded from this provision are District 1, 2A and 2B.

C. Where percentage reductions are used, any project let by a governmental agency, or governmental body with higher Pre-determined wage rates and fringe benefits, the higher rates and benefits shall prevail.

D. All heavy industrial projects are exempt from any percentage reduction except when it is mutually agreed between the Union and the Employer that such a reduction is necessary.

SCHEDULE 8

Definition of Work

Highway and Heavy construction and Railroad contracting work is defined as constructing substantially in its entirety any fixed structure and other improvement or modification thereof, or an addition or repair thereto, including any structure or operation which is an incidental part of a contract thereof, including without limitation, grading on site, railroads and street railway construction projects, underground utilities, sewers, sewage treatment plants, watermains, grade separation, foundations, pile driving, micro piling, soil nailing, soil solidification, piers, abutments, retaining walls, viaducts, shafts, tunnels, subways, track elevation, elevated highways, drainage projects, sanitation projects, flood control projects, reclamation projects, reservoirs, water supply projects, water power development, hydro-electric development, solar and wind energy development, duct lines, pipe lines, locks, dams, dikes, levees, revetments, channels, channel cutoffs, intakes, dredging projects, jetties, breakwater, docks, harbors, industrial site, airports, (excluding general building construction) excavation and disposal of earth and rock, including the assembly operation, maintenance and repair of all equipment, vehicles and other facilities used in connection with and serving the aforementioned work and services. Building Construction work including concrete and masonry work below grade, is specifically excluded from this definition and shall be excluded from scope of this Agreement. This definition shall apply to all projects bid after May 1, 2008.

SCHEDULE 9

Breaks

The Employee shall be entitled to a meal break of thirty (30) consecutive minutes in any one day or shift where they work six consecutive hours or more. If the meal time is given in other than a thirty consecutive minute break, the Employee shall be compensated for their meal time at the applicable rate of pay. This shall not be construed to deny any Employee time to eat their meal, nor shall it be construed to provide any premium compensation.

In addition to the above break, the Employee shall be entitled to a break in the forenoon and the afternoon, but shall not otherwise hinder the progress of the job.

The break shall not exceed ten (10) minutes from the time the Employee stops working until they resume work, and shall be taken in close proximity of the Employee's work station.

SCHEDULE 10

Sundays and Holidays

A. All work performed between midnight Saturday night and midnight Sunday night shall be classified as Sunday work and paid for at the rate of two (2) times the regular hourly rate; except as a regular shift which ends on Sunday or a holiday morning or begins at or after 6:00 P.M. on a Sunday or a holiday evening, shall be paid at the straight time rate.

B. Double time shall be paid for all work performed on Sunday and the following holidays or days celebrated as such: New Year's Day, Memorial Day, Independence Day, Labor Day, Thanksgiving Day and Christmas Day.

SCHEDULE 11

Shifts

A. Where not more than two (2) shifts are worked, the wages paid shall be based on hours worked, however, each shift shall constitute eight (8) hours work and eight (8) hours pay.

B. There shall be a minimum of one-half ($\frac{1}{2}$) hour break from work for lunch near the middle of each shift, where two (2) shifts are worked.

C. Where three (3) shifts are worked the first shift shall constitute eight (8) working hours, plus a one-half ($\frac{1}{2}$) hour lunch break. The second shift shall constitute the following seven and one-half ($7\frac{1}{2}$) working hours, plus a one-half ($\frac{1}{2}$) hour lunch break. The third shift shall constitute the succeeding seven (7) working hours, plus a one-half ($\frac{1}{2}$) hour lunch break. Each such full shift shall be compensated by eight (8) hours straight time pay. Lunch breaks are not paid hours.

SCHEDULE 12

Classifications and Wage Rates

All equipment operated, regardless of controls or power, coming under the Laborers' jurisdiction must be manned by a Laborer. The following job titles are for rate classification purposes and do not constitute an exhaustive list of work performed by Laborers. All work performed by Laborers in accordance with Schedule 8 not otherwise listed below is considered to be paid as Classification 1 work.

STATEWIDE

Classification 1

Construction Craft Laborer
Bituminous Batchperson (stationary plant)
Bituminous Worker - Shoveler, Raker, Floater, Squeegee, Utility
Blaster Tender
Blasting person (dynamite or substitute products) \$3.00 above Classification 1 rate
Brick Tender
Carpenter Tender
Cement Coverperson batch truck
Cement Handler - bulk, bag
Concrete Batchperson
Concrete Handler, caisson, footings, columns, piling, slabs, etc.
Concrete Longitudinal Float operator (Manual bullfloat on paving)
Concrete Shoveler, Tamper and Puddler (paving)
Conduit Layer
Curb Setter
Damp Proofer below grade
Demolition of an entire structural system excluding remodeling
Drill Runner Tender
Dump Operator (dirt, paver, dumping batchtrucks, etc.)
Fabric Installer
Fire watch, confined space watch
Flagperson*
Grade Checker (excluding supervisors and licensed professionals)
Hydrant and Valve Setter

Hydro Blast or Waterblaster
Joint Filler (concrete pavement)
Kettleperson (bituminous or lead)
Labor Wrecking Demolition
Landscaper
Mortar Mixer
Pipe Handler
Post Tension Cable Rehab
Power Buggy Operator
Pump Operator (less than 6")
Railroad/Light Rail Laborer
Reinforced Steel Laborer
Reinforced Steel Setter (paving)
Retaining Wall Installation
Sand Cushion Bedmaker
Service Connection Maker (water, gas)
Signalperson
Skid Steer, Forklift Operator (incidental use)
Slip Lining of utility lines
Soil Stabilizer
Solar Energy Laborer
Sound Barrier and Guard Rail installation
Squeegeeperson
Stabilizing Batchperson (stationary plant)
Temporary Heaters and Blower Tender (all types)
Tool Crib Checker
Top Person (sewer, water or gas trench)
Traffic Controller (traffic barriers)
Transit/Level (excluding supervisors and licensed professionals)
Wind Energy Laborer
*Flagperson – only Certified Flagpersons will be dispatched by Local Unions.

Classification 2

Chain Saw
Compaction Equipment (hand operated or remote control)
Concrete Drilling
Concrete Mixer Operator
Concrete Sawyer
Concrete Vibrator
Formsetter
Joint Sawyer, Mortar
Pipe Fuser/Technician
Pneumatic Tools, Jackhammer, Paving Buster, Chipping Hammer, etc.
Remote Control Demo Machine and related accessories (electric/hydraulic)
Stone Tender/Mason Tender
Torchperson - gas, electric, thermal or similar device

Classification 3

Brick or block Paving Setter
Caisson Work
Cofferdam Work

Classification 4

Cement Gun Operator (1½" or over)

Driller - air track or similar

Nozzle Operator (gunite, sandblasting, cement)

Pipe Rehab Technician including cleaning, relining, cutting, cameraing, etc.

Classification 5

Asbestos and Hazardous Waste Tech

Bottomperson (sewer, water or gas trench), underground and open ditch 8 feet below starting grade level

Tunnel Laborer

Tunnel Miner

Tunnel Miner Tender

Underground Laborer

Underpinning

Classification 6

Pipelay, Laser Beam (sewer, water, gas)

Tunnel Miner under pressure

Classification 7

Watchperson

SCHEDULE 13**Wage Rates**

The Employer agrees to pay the wage rates including benefits listed herein for all Employees covered by this Agreement from the first day of employment, regardless of whether or not such Employees are members of the union.

1. Journey Laborers**All Districts**

Vacation is a taxable wage and shall be paid for all hours worked and at one and one-half (1½) or two (2) times the hourly rate when overtime is worked.

Foreman/Lead \$1.50 above classification employed in.

General Foreman \$2.25 above Foreman scale (appointed at employers discretion).

2. Apprentices**All Districts**

Hourly Rate Under the

Collective Bargaining Agreement

Covered Hours of Employment

Level 1	80%	Entry in the Apprenticeship Program to completion of 1,500 covered work hours and 100 hours of Related Training;
Level 2	87%	1,501 through 3,000 covered work hours and 101 through 200 hours of Related Training;
Level 3	95%	3,001 through 4,000 covered work hours and 201 through 288 hours of Related Training.

Apprentice status ends and 100% of the applicable hourly rate under the governing collective bargaining agreement is paid upon achievement of 4,001 covered work hours and 288 Related Training hours.

All fringe benefit contributions for Apprentices shall be the same as for a Journey Laborer.

An Employer may unilaterally pay wages to an Apprentice which are greater than the preceding minimum amounts.

In addition, an Apprentice's wages (Level 1 and Level 2) will not be subject to the allowed ten percent (10%) reduction under Schedule 7 Part B of this Agreement.

3. Wage Rates

District 1 Metropolitan Area: Anoka, Carver, Chisago, Dakota, Hennepin, Isanti, Ramsey, Scott, Sherburne, Washington and Wright counties.

Effective May 1, 2017 - Total increase of \$1.90, allocated as follows:

<u>CLASS</u>	<u>RATE</u>	<u>VAC</u> ¹	<u>H&W</u>	<u>PEN</u>	<u>TR/APP</u>	<u>LECET</u>	<u>FCF</u> ³	<u>TOTAL</u>	<u>IPF</u> ²
1	30.80	2.30	7.75	8.17	0.32	0.08	0.02	49.44	0.04
2	31.00	2.30	7.75	8.17	0.32	0.08	0.02	49.64	0.04
3	31.15	2.30	7.75	8.17	0.32	0.08	0.02	49.79	0.04
4	31.25	2.30	7.75	8.17	0.32	0.08	0.02	49.89	0.04
5	31.50	2.30	7.75	8.17	0.32	0.08	0.02	50.14	0.04
6	33.30	2.30	7.75	8.17	0.32	0.08	0.02	51.94	0.04
7	27.40	2.00	7.75	7.92	0.32	0.08	0.02	45.49	0.04

Effective May 1, 2018 – Total Increase \$1.95 per hour, fringe benefit allocations TBD

Effective May 1, 2019 – Total Increase \$1.95 per hour, fringe benefit allocations TBD

Parking. Employees with paid receipts or approved documentation shall be reimbursed up to \$8.00 per day for parking at the University of Minnesota, at the MSP airport, and in downtown Minneapolis, and downtown St. Paul. Paid receipts or documentation must be submitted within 30 days.

District 2A Duluth: Carlton, Cook, Lake, Pine, and that part of St. Louis County south of T.55 N. (Two miles North of Cotton on Highway #53, County Road 967 is T.55N.)

Effective May 1, 2017 - Total increase of \$1.90, allocated as follows:

<u>CLASS</u>	<u>RATE</u>	<u>VAC</u> ¹	<u>H&W</u>	<u>PEN</u>	<u>TR/APP</u>	<u>LECET</u>	<u>FCF</u> ³	<u>TOTAL</u>	<u>IPF</u> ²
1	29.93	2.40	7.75	7.75	0.32	0.08	0.02	48.25	0.04
2	30.13	2.40	7.75	7.75	0.32	0.08	0.02	48.45	0.04
3	30.28	2.40	7.75	7.75	0.32	0.08	0.02	48.60	0.04
4	30.38	2.40	7.75	7.75	0.32	0.08	0.02	48.70	0.04
5	30.63	2.40	7.75	7.75	0.32	0.08	0.02	48.95	0.04
6	32.43	2.40	7.75	7.75	0.32	0.08	0.02	50.75	0.04
7	26.38	2.40	7.75	7.50	0.32	0.08	0.02	44.45	0.04

Effective May 1, 2018 – Total Increase \$1.95 per hour, fringe benefit allocations TBD

Effective May 1, 2019 – Total Increase \$1.95 per hour, fringe benefit allocations TBD

District 2B Virginia: Itasca County and that part of St. Louis County north of T.55 N. (Two miles North of Cotton on Highway #53, County Road 967 is T.55N.)

Effective May 1, 2017 - Total increase of \$1.90, allocated as follows:

<u>CLASS</u>	<u>RATE</u>	<u>VAC</u> ¹	<u>H&W</u>	<u>PEN</u>	<u>TR/APP</u>	<u>LECET</u>	<u>FCF</u> ³	<u>TOTAL</u>	<u>IPF</u> ²
1	27.87	3.37	7.75	8.84	0.32	0.08	0.02	48.25	0.04
2	28.07	3.37	7.75	8.84	0.32	0.08	0.02	48.45	0.04
3	28.22	3.37	7.75	8.84	0.32	0.08	0.02	48.60	0.04
4	28.32	3.37	7.75	8.84	0.32	0.08	0.02	48.70	0.04
5	28.57	3.37	7.75	8.84	0.32	0.08	0.02	48.95	0.04
6	30.37	3.37	7.75	8.84	0.32	0.08	0.02	50.75	0.04
7	24.82	3.37	7.75	8.09	0.32	0.08	0.02	44.45	0.04

Effective May 1, 2018 – Total Increase \$1.95 per hour, fringe benefit allocations TBD

Effective May 1, 2019 – Total Increase \$1.95 per hour, fringe benefit allocations TBD

District 2C Koochiching County:**Effective May 1, 2017** - Total increase of \$5.22, allocated as follows:

<u>CLASS</u>	<u>RATE</u>	<u>VAC</u> ¹	<u>H&W</u>	<u>PEN</u>	<u>TR/APP</u>	<u>LECET</u>	<u>FCF</u> ³	<u>TOTAL</u>	<u>IPF</u> ²
1	25.51	2.10	7.75	5.83	0.32	0.08	0.02	41.61	0.04
2	25.71	2.10	7.75	5.83	0.32	0.08	0.02	41.81	0.04
3	25.86	2.10	7.75	5.83	0.32	0.08	0.02	41.96	0.04
4	25.96	2.10	7.75	5.83	0.32	0.08	0.02	42.06	0.04
5	26.21	2.10	7.75	5.83	0.32	0.08	0.02	42.31	0.04
6	28.01	2.10	7.75	5.83	0.32	0.08	0.02	44.11	0.04
7	22.93	2.10	7.75	5.78	0.32	0.08	0.02	38.98	0.04

Effective May 1, 2018 – Total Increase \$5.27 per hour, fringe benefit allocations TBD**Effective May 1, 2019** – Total Increase \$5.27 per hour, fringe benefit allocations TBD**District 3A St. Cloud:** Benton, Kanabec, Mille Lacs, and Stearns counties.**Effective May 1, 2017** - Total increase of \$2.16, allocated as follows:

<u>CLASS</u>	<u>RATE</u>	<u>VAC</u> ¹	<u>H&W</u>	<u>PEN</u>	<u>TR/APP</u>	<u>LECET</u>	<u>FCF</u> ³	<u>TOTAL</u>	<u>IPF</u> ²
1	26.07	2.30	7.75	7.40	0.32	0.08	0.02	43.94	0.04
2	26.27	2.30	7.75	7.40	0.32	0.08	0.02	44.14	0.04
3	26.42	2.30	7.75	7.40	0.32	0.08	0.02	44.29	0.04
4	26.52	2.30	7.75	7.40	0.32	0.08	0.02	44.39	0.04
5	26.77	2.30	7.75	7.40	0.32	0.08	0.02	44.64	0.04
6	28.57	2.30	7.75	7.40	0.32	0.08	0.02	46.44	0.04
7	23.37	2.10	7.75	7.20	0.32	0.08	0.02	40.84	0.04

Effective May 1, 2018 – Total Increase \$2.21 per hour, fringe benefit allocations TBD**Effective May 1, 2019** – Total Increase \$2.20 per hour, fringe benefit allocations TBD**District 3B Southeastern Minnesota:** Blue Earth, Brown, Dodge, Faribault, Fillmore, Freeborn, Goodhue, Houston, Le Sueur, Mower, Nicollet, Olmsted, Rice, Steele, Wabasha, Waseca and Winona counties.**Effective May 1, 2017** - Total increase of \$1.90, allocated as follows:

<u>CLASS</u>	<u>RATE</u>	<u>VAC</u> ¹	<u>H&W</u>	<u>PEN</u>	<u>TR/APP</u>	<u>LECET</u>	<u>FCF</u> ³	<u>TOTAL</u>	<u>IPF</u> ²
1	26.68	2.00	7.75	7.60	0.32	0.08	0.02	44.45	0.04
2	26.88	2.00	7.75	7.60	0.32	0.08	0.02	44.65	0.04
3	27.03	2.00	7.75	7.60	0.32	0.08	0.02	44.80	0.04
4	27.12	2.00	7.75	7.60	0.32	0.08	0.02	44.89	0.04
5	27.38	2.00	7.75	7.60	0.32	0.08	0.02	45.15	0.04
6	29.18	2.00	7.75	7.60	0.32	0.08	0.02	46.95	0.04
7	23.78	2.00	7.75	7.40	0.32	0.08	0.02	41.35	0.04

Effective May 1, 2018 – Total Increase \$1.95 per hour, fringe benefit allocations TBD**Effective May 1, 2019** – Total Increase \$1.95 per hour, fringe benefit allocations TBD

District 3C Southwestern Minnesota: Chippewa, Cottonwood, Jackson, Kandiyohi, Lac qui Parle, Lincoln, Lyon, Martin, McLeod, Meeker, Murray, Nobles, Pipestone, Redwood, Renville, Rock, Sibley, Watonwan, and Yellow Medicine counties.

Effective May 1, 2017 - Total increase of \$3.95, allocated as follows:

<u>CLASS</u>	<u>RATE</u>	<u>VAC</u> ¹	<u>H&W</u>	<u>PEN</u>	<u>TR/APP</u>	<u>LECET</u>	<u>FCF</u> ³	<u>TOTAL</u>	<u>IPF</u> ²
1	23.24	2.10	7.75	6.83	0.32	0.08	0.02	40.34	0.04
2	23.44	2.10	7.75	6.83	0.32	0.08	0.02	40.54	0.04
3	23.59	2.10	7.75	6.83	0.32	0.08	0.02	40.69	0.04
4	23.69	2.10	7.75	6.83	0.32	0.08	0.02	40.79	0.04
5	23.94	2.10	7.75	6.83	0.32	0.08	0.02	41.04	0.04
6	25.74	2.10	7.75	6.83	0.32	0.08	0.02	42.84	0.04
7	21.24	2.10	7.75	6.78	0.32	0.08	0.02	38.29	0.04

Effective May 1, 2018 – Total Increase \$4.00 per hour, fringe benefit allocations TBD

Effective May 1, 2019 – Total Increase \$4.01 per hour, fringe benefit allocations TBD

District 4 Western: Aitkin, Becker, Beltrami, Big Stone, Cass, Clay, Clearwater, Crow Wing, Douglas, Grant, Hubbard, Kittson, Lake of Woods, Mahnommen, Marshall, Morrison, Norman, Otter Tail, Pennington, Polk, Pope, Red Lake, Roseau, Stevens, Swift, Todd, Traverse, Wadena and Wilkin counties.

Effective May 1, 2017 - Total increase of \$1.90, allocated as follows:

<u>CLASS</u>	<u>RATE</u>	<u>VAC</u> ¹	<u>H&W</u>	<u>PEN</u>	<u>TR/APP</u>	<u>LECET</u>	<u>FCF</u> ³	<u>TOTAL</u>	<u>IPF</u> ²
1	22.19	2.10	7.75	5.83	0.32	0.08	0.02	38.29	0.04
2	22.39	2.10	7.75	5.83	0.32	0.08	0.02	38.49	0.04
3	22.54	2.10	7.75	5.83	0.32	0.08	0.02	38.64	0.04
4	22.64	2.10	7.75	5.83	0.32	0.08	0.02	38.74	0.04
5	22.89	2.10	7.75	5.83	0.32	0.08	0.02	38.99	0.04
6	24.69	2.10	7.75	5.83	0.32	0.08	0.02	40.79	0.04
7	20.19	2.10	7.75	5.78	0.32	0.08	0.02	36.24	0.04

Effective May 1, 2018 – Total Increase \$1.95 per hour, fringe benefit allocations TBD

Effective May 1, 2019 – Total Increase \$1.95 per hour, fringe benefit allocations TBD

For all Districts:

¹Vacation is a taxable wage and shall be paid for all hours worked and at one and one-half (1½) or two (2) times the hourly rate when overtime is worked.

² AGC of Minnesota Infrastructure Promotion Fund is not part of the total package and is voluntary. See Schedule 15.

³Fair Contracting Foundation. See Schedule 16.

Foreman/Lead \$1.50 above classification employed in.

General Foreman \$2.25 above Foreman scale (appointed at employers discretion).

Blasting person (dynamite or substitute products) \$3.00 above Class 1 rate.

Health & Welfare, Pension, Vacation, Training, LECET, FCF and IPF contributions are to be sent to:

Laborers Fringe Benefit Funds

P.O. Box 124

Minneapolis, MN 55440-0124

NOTE

Effective May 1, 2019, the Highway Heavy Districts will be re-aligned. An updated State map will be included with the wage rate mailing prior to this change becoming effective.

District 1 - will remain the same

District 1 Metropolitan Area: Anoka, Carver, Chisago, Dakota, Hennepin, Isanti, Ramsey, Scott, Sherburne, Washington and Wright counties.

District 2A Duluth - will remain the same

District 2A Duluth: Carlton, Cook, Lake, Pine, and that part of St. Louis County south of T.55 N. (Two miles North of Cotton on Highway #53, County Road 967 is T.55N.)

District 2C - (Koochiching County) will be deleted, and Koochiching County will be merged into District 2B

District 2B Virginia: Itasca County, Koochiching and that part of St. Louis County north of T.55 N. (Two miles North of Cotton on Highway #53, County Road 967 is T.55N.)

District 3A, District 3B and District 3C will be merged to become District 3

District 3 Central and Southeastern Minnesota: Benton, Blue Earth, Brown, Chippewa, Cottonwood, Dodge, Faribault, Fillmore, Freeborn, Goodhue, Houston, Jackson, Kanabec, Kandiyohi, Lac qui Parle, LeSueur, Lincoln, Lyon, Martin, McLeod, Meeker, Mille Lacs, Mower, Murray, Nicollet, Nobles, Olmsted, Pipestone, Redwood, Renville, Rice, Rock, Sibley, Stearns, Steele, Wabasha, Waseca, Watonwan, Winona and Yellow Medicine counties.

District 4 Western - will remain the same

District 4 Western: Aitkin, Becker, Beltrami, Big Stone, Cass, Clay, Clearwater, Crow Wing, Douglas, Grant, Hubbard, Kittson, Lake of the Woods, Mahanomen, Marshall, Morrison, Murray, Norman, Otter Tail, Pennington, Polk, Pope, Red Lake, Roseau, Stevens, Swift, Todd, Traverse, Wadena, and Wilkin counties.

SCHEDULE 14 Apprenticeship Training

A. The Employer agrees that before hiring an Apprentice, the Employer will contact the Apprenticeship Office to verify that the Apprentice is current with his or her Apprenticeship Training Requirements.

B. The Employer agrees to provide unpaid time off to Apprentices in order for them to complete their Apprenticeship Training Requirements. The Apprentice will request the unpaid time off at the time he or she registers for a course. The Employer may refuse to provide the time off due to work considerations, however will make every effort to ensure that Apprentices stay current with their Training Requirements.

C. If an Apprentice is not current with his or her Apprenticeship Training Requirements, and Mandatory Training is scheduled by the Apprenticeship Office, the Employer will be notified thirty (30) days in advance of scheduled mandatory training, and shall grant unpaid time off. If the Employer provides notice to the Apprenticeship Office by the Wednesday before the scheduled Mandatory Training, the Employer may refuse to release an Employee due to work considerations. The Employer may refuse to provide unpaid time off for Mandatory Training for an Apprentice twice during a contract year, and if the Apprentice has been employed by the contractor for four (4) months or more, the Employer will then be required to provide paid time off for the

Apprentice to attend Mandatory Training Courses until such time as the Apprentice is current with his or her Apprenticeship Training Requirements.

SCHEDULE 15

Infrastructure Promotion Fund

A. Contractors signatory to this Agreement shall pay four cents (\$.04) per hour worked to an Infrastructure Promotion Fund.

B. All money collected as provided herein shall be remitted to the office of the fringe benefit Fund Administrator not later than the fifteenth (15th) day of the month following the month in which the work was performed. Contributions to this Infrastructure Promotion Fund shall be made on a voluntary basis.

C. The Infrastructure Promotion Fund shall be administered solely by the Associated General Contractors of Minnesota and shall be used entirely for purposes of defraying expenses associated with the promotion of infrastructure and construction initiatives.

SCHEDULE 16

Fair Contracting Foundation, Labor-Management Cooperative Committee (LMCC)

Effective May 5, 2014 the parties agree to participate in and fund the Fair Contracting Foundation of Minnesota (FCF) through a Labor-Management Cooperation Committee Trust Fund, pursuant to Sec. 6(b) of the Labor Management Cooperation Act of 1978, 29 U.S.C. §175a and Sec. 302(c)(9) of the Labor Management Relations Act, as amended.

The parties agree that the terms and conditions of this labor agreement help establish industry standards for safety, training, workforce availability, dependable benefits and reasonable wages. Unlawful conduct on construction projects jeopardizes these negotiated terms, interferes with contractors' lawful competition, erodes industry standards and conflicts with society's interests at large. Therefore, the FCF is established as a LMCC to monitor and enforce compliance with federal, state and local laws, rules and regulations. FCF's further purpose is to study and implement solutions to problems that impede fair competition and stunt economic development in the industry.

The Employer agrees to contribute every month, not later than the 15th day of the following month, hereinafter called the "due date," such sums for FCF as is designated in the wage schedule of this Agreement for each hour worked by all Employees covered by this Agreement. The FCF contributions are to be paid on one check along with the other fringe benefit contributions and submitted to the agent of the Funds as designated by the Trustees.

The FCF shall function in accordance with a Trust Fund established solely and exclusively for the FCF by a separate Agreement and Declaration of Trust for the Fair Contracting Foundation of Minnesota, any amendments thereto, and any of its governing documents. The terms of the FCF Agreement and Declaration of Trust and all other governing documents are fully incorporated into this Article by reference.

FCF shall not engage in prevailing wage enforcement activity as it relates to the assignment of an employer's work claimed by a union signatory to a collective bargaining agreement with such employer.

This provision will expire on April 30, 2020.

LETTER OF UNDERSTANDING

The Associated General Contractors of Minnesota, Highway-Heavy, Metropolitan Builders and Outstate Builders, Minnesota Concrete and Masonry Contractors Association and Laborers District Council of Minnesota and North Dakota on behalf of its affiliated Local Unions agree this Letter of Understanding applies to Article XIV (14) of this and all future Agreements:

The AGC or its Employer members signatory to this Agreement will not sue the Local Union for refusal to require workers to go through a separate gate. The individual Employee who voluntarily refuses to go through a separate gate will not be discharged or disciplined and may be rehired if work is available, but without back pay.

ASSOCIATED GENERAL CONTRACTORS OF MINNESOTA:
Highway and Heavy Division

and

LABORERS DISTRICT COUNCIL OF MINNESOTA & NORTH DAKOTA on behalf of its affiliated
LOCAL UNIONS:

agree to the above Letter of Understanding, signed July 2, 1975 covering this Agreement and all Agreements thereafter.

LETTER OF UNDERSTANDING

The Associated General Contractors of Minnesota Highway & Heavy Division and the Highway, Railroad and Heavy Construction Contractors and the Laborers District Council Minnesota & North Dakota on behalf of its affiliated Local Unions agree this Letter of Understanding applies to this and all future Highway, Railroad and Heavy Construction Agreements.

The AGC and its Employer members signatory to this Agreement have agreed to a dues check off provided the Union obtains authorization forms.

Effective on a date to be determined by the Laborers District Council of Minnesota & North Dakota and its affiliated Local Unions and continuing thereafter during the term of this Agreement, in accordance with the terms of an individual and voluntary written authorization for check off of membership dues in form permitted by the provisions of Section 302(C.) of the Labor Management Relations Act, as amended, the Contractor shall deduct each week from the wages of all employees covered by this Agreement, an amount not to exceed 1.5% of the Gross Wage as administrative dues.

All money collected by the Employer herein shall be remitted to the Fringe Benefit office not later than the fifteenth (15) day of the month following the month in which deductions were made. The Union accepts full responsibility for the disposition of the funds so deducted, once they have been remitted to the Fringe Benefit office. The Union shall be responsible for obtaining all individual signed authorizations.

The Union agrees to hold the Company harmless for any liability under said deductions.

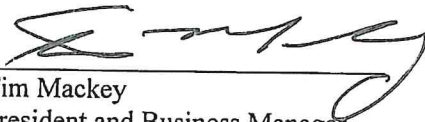
HIGHWAY & HEAVY AGREEMENT
2017, 2018, 2019
EXPIRES APRIL 30, 2020

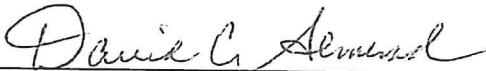
This Agreement may be executed in counterparts, the parts constituting one and the same instrument. Delivery of an executed signature page electronically or by copy shall be effective as delivery of a manually executed counterpart hereof.

IN WITNESS THEREOF, the parties have caused this Agreement to be executed, as follows:

Laborers District Council of MN & ND

Associated General Contractors of Minnesota

By: 
Tim Mackey
President and Business Manager

By: 
Dave Semerad
Dir. Labor Relations

Date: 6-27-2017

Date: June 27, 2017

By: 
Mike Schechter
General Counsel

Date: 27 June 17