AGREEMENT

Between

SONIC-STEVENS CREEK B, INC. d/b/a STEVENS CREEK BMW, SANTA CLARA IMPORTED CARS, INC. d/b/a HONDA OF STEVENS CREEK and STEVENS CREEK CADILLAC, INC. d/b/a ST. CLAIRE CADILLAC

And

MACHINISTS AUTOMOTIVE TRADES DISTRICT LODGE NO. 190 OF NORTHERN CALIFORNIA

For And On Behalf Of

AUTOMOTIVE MACHINISTS LOCAL LODGE 1101, INTERNATIONAL ASSOCIATION OF MACHINISTS AND AEROSPACE WORKERS, AFL-CIO

May 28, 2015 – May 27, 2018

THIS AGREEMENT is made and entered into this 27th day of May, 2015, by and between SONIC-STEVENS CREEK B, INC. d/b/a STEVENS CREEK BMW, SANTA CLARA IMPORTED CARS, INC. d/b/a HONDA OF STEVENS CREEK and STEVENS CREEK CADILLAC, INC. d/b/a ST. CLAIRE CADILLAC, hereinafter called the “EMPLOYER,” and the MACHINISTS AUTOMOTIVE TRADES DISTRICT LODGE NO. 190 OF NORTHERN CALIFORNIA, for and on behalf of MACHINISTS AUTOMOTIVE LOCAL LODGE 1101, I.A.M. & A.W. OF CALIFORNIA, hereinafter called the “UNION.”
involved in the dispute, shall be eligible to serve as a Member of the Board of Adjustment. A decision by a majority of the members of such Board shall be final and binding on all parties. In the event that the Adjustment Board is unable to reach a decision by majority or unanimous vote on any such matter, such dispute may be referred to an impartial arbitrator whose decision shall be final and binding. Either party must request to proceed to arbitration in writing within five (5) days of the issuance of a decision by the Board of Adjustment or the request will be untimely and all claims relating to the grievance will be deemed waived.

17.7 The costs of the arbitration, including the arbitrator and reporter fees, shall be borne by the losing party.

17.8 In discharge and discipline cases, the arbitrator shall have no authority to award back pay for more than ninety (90) days. Any award of back pay shall be reduced by the interim earnings of the grievant(s). The parties agree that arbitrations shall be scheduled on an expedited basis within no more than ninety (90) days after the filing of a grievance.

SECTION 18. MOONLIGHTING

18.1 The Employer and the Union agree that any associate engaging in auto repair work for monetary payment outside his regular working hours or non-auto work during scheduled work hours while on the payroll of the Employer shall be subject to immediate discharge and such discharge shall not be subject to the grievance procedure. The Union agrees to provide the Employer with evidence of proof of such activities on the part of the associate when discharge is requested by the Union. The Employer agrees that in instances of discharge initiated by the Employer, proof of violation of this provision will be provided by the Employer.

SECTION 19. RETIREMENT

19.1 Except as provided in section 19.3, on the first of the month following completion of 90 calendar days of employment, the Employer shall contribute on a monthly basis on behalf all bargaining unit associates into the Automotive Industries Pension Trust as follows:

**Senior Master Technicians, Master Technicians, Journeymen and Line Technicians:**

- First year of employment: $25.00 per month
- Next six (6) months: $25.00 per month
- Next six (6) months: $25.00 per month
- Thereafter: $25.00 per month

**Utility Technicians and Trainees:**

- First year of employment: $25.00 per month
- Next six (6) months: $25.00 per month
- Next six (6) months: $25.00 per month
- Thereafter: $25.00 per month

The Employer agrees to make the 5% annual pension surcharge contribution that is required by the Automotive Industries Pension Trust’s current rehabilitation plan.
19.2 Each unit associate shall be entitled to participate in the California Machinists 401(k) retirement plan. Except as provided in section 19.3, the Employer shall make monthly contributions into the retirement accounts for all non-probationary associates as follows:

**Senior Master Technicians, Master Technicians, Journeymen and Line Technicians:**

- First year of employment: $100.00 per month
- Next six (6) months: $150.00 per month
- Next six (6) months: $225.00 per month
- Thereafter: $308.65 per month

**Utility Technicians and Trainees:**

- First year of employment: $42.50 per month
- Next six (6) months: $62.50 per month
- Next six (6) months: $100.00 per month
- Thereafter: $141.83 per month

19.3 It is agreed between the parties that the Employer has the right, at its sole discretion to withdraw from and to cease contributions to the Automotive Industries Pension Trust at any time during the term of this Agreement. Once the Employer elects to cease contributions to the Automotive Industries Pension Trust, the amounts previously paid to the Pension Plan will be shifted to each associate's 401(k) Plan account.

**SECTION 20. SENIORITY**

20.1 An associate's seniority is defined as the length of his continuous service from his most recent date of hire by the Employer.

20.2 An associate shall not attain seniority until after he has completed a probationary period of ninety (90) working days of continuous employment in the employ of the Employer since his most recent date of hire by the Employer. For purposes of benefit eligibility, the probationary period shall be ninety (90) calendar days.

20.3 In the event that the Employer deems it necessary to reduce the work force, associates shall be selected for layoff on the basis of seniority, job experience in the industry, ability, skill, and the Employer's business needs as determined by the Employer. Associates retained or recalled must be available, willing, competent, qualified and, if necessary, licensed and factory certified to perform the remaining work to be done.

20.4 Continuous service and seniority for all purposes shall be broken and seniority rights shall be forfeited by:

(a) Failure to notify the Employer and the Union of intent to return to work within seventy-two (72 hours) after the date recall notice is received at the associate's last known address on record with the Employer.

(b) Voluntary quit.
WHEREAS, the undersigned Employer previously has entered into a collective bargaining agreement with the undersigned Union providing for, amongst other things, a pension agreement, whereby the undersigned Employer agreed to make certain Employer contributions into a Trust Fund for the purpose of providing pension benefits for covered employees, and

WHEREAS, it is the desire of the undersigned Employer to make such Employer contributions into the Automotive Industries Pension Trust Fund ("Fund") and become a party to its Pension Trust Agreement, now therefore it is agreed as follows:

A. Contributions Required. The undersigned Employer agrees to be bound by all of the terms, conditions and provisions of the said Pension Trust Agreement, and to pay to the Fund all sums of money required to be paid as Employer pension contributions either (1) under the terms of the collective bargaining agreement between the undersigned Employer and the undersigned Union, or (2) under the provisions of the federal labor law.

B. Employees Covered. The following persons are covered by this Agreement: Each person who is employed at any time during the month, while not on a leave of absence without pay, who is either (1) working under a bargaining agreement between the Employer and a participating union, or (2) working in a situation in which contributions are required to be made on his behalf under federal labor law.

NOTE: Any covered employee who is also a shareholder of the Employer may participate in the Fund only if the Fund receives (1) an attorney certification letter in the form required by the Fund, and (2) a stockholder/employee waiver document in the form required by the Fund.

C. Amount of Payment. The undersigned agree that participation in the Fund shall require monthly Employer payments at the rates stated herein for all employees covered under paragraph B, unless excepted under paragraph D.

D. Payment Procedures.

(1) Covered Employees. The undersigned Employer agrees to make payments as set forth in this Agreement and any subsequent revisions hereto for all covered employees for all periods of time during which a collective bargaining agreement requiring payments to the Fund is in effect. Whenever applicable labor law requires continued payments to the Fund after expiration of the collective bargaining agreement, the undersigned Employer agrees that such payments shall be made in accordance with this Agreement and the Fund's rules and regulations from time to time in effect. Employer agrees that this obligation may be enforced by the Fund under this Agreement as a matter of contract law.

(2) Payment Due Date. Monthly payments are due from the Employer on the first day of the month to the Fund at address indicated on Employer Remittance Form, on all employees covered under paragraph B employed by the Employer at any time during the month prior thereto, except as provided in subparagraphs (3) and (4).

NOTE: No contribution shall be required for newly hired employees who are terminated in less than eleven (11) working days.

(3) New Hires. For new employees the first payment is due on the first day of the second month following the date of hire.

(4) Terminations. For employees who are no longer actively employed by the Employer, the last payment is due on the first day of the month following the last date of active employment. Employees on vacation or holidays after the termination of active employment shall not be deemed to continue to be actively employed by the Employer for the purpose of determining employer payments due.
(S) Rehired Disabled Employees. For disabled employees who return to active employment, with the same Employer they were employed with when disability commenced, contributions are due the first of the month following the date they returned to work.

E. Liability for Nonpayment. Contributions are due on the first (1st) of the month and considered delinquent if not postmarked on or before the twelfth (12th) of the month during the month billed. For this purpose, contributions due include any supplemental contributions due under paragraph G, below. Failure to report timely will result in assessment of liquidated damages and interest in accordance with the Trust Agreement. If the Employer fails to make the contributions required by this Agreement, the Employer shall be personally responsible to the union and employees herein covered for the benefits which would have been provided by such coverage and to pay for all court costs, attorneys’ fees, and other legal expenses that may be required to effect collection. The Employer shall likewise be subject to any grievance procedure in the current collective bargaining agreement requiring contributions to the Fund.

F. Plan Documents.

(1) Trust Agreement. The undersigned Employer understands that the Fund’s Trust Agreement was entered into effective September 1, 1955. That Trust Agreement provides that an Employer may become a party to the Trust Agreement by executing a document in writing agreeing to become a party to and be bound by the provisions of that Trust Agreement. The undersigned Employer, by executing this document, hereby agrees to become a party employer to that Trust Agreement, to be bound by all the terms, conditions and provisions thereof and to make payments herein provided to the Fund. The undersigned Employer approves and consents to the appointment of the Trustees of said Trust Agreement heretofore appointed and hereafter selected as provided in said Trust Agreement.

(2) Plan. The undersigned Employer agrees to be bound by and accept the Plan’s eligibility rules and Plan benefits from time to time in effect.

(3) Rules and Regulations. The undersigned Employer agrees to be bound by the rules and regulations from time to time adopted by the Fund applicable to Employers participating in the Fund, including those that provide for interest and liquidated damages on delinquent contributions, and for attorneys fees, court costs and other legal expenses that may be required to effect collection of Employer contributions.

G. Rehabilitation Plan. The Employer agrees to comply with the Rehabilitation Plan of the Automotive Industries Pension Plan (AIPP), effective 3/28/2008, pertaining to collective bargaining agreements renewed after 4/27/2008 in its entirety, including the payment of required supplemental contributions. For Example: Suppose an employer’s contribution rate to the AIPP is $100 per month for the life of a collective bargaining agreement expiring after 2014. The employer is obligated to pay effective 1/1/2013 supplemental contributions equal to 5%. Each year, the rate would increase 5% over the total effective rate of that previous year. In accordance with the 3/28/2008 Rehabilitation Plan, the total contribution rates to the AIPP would be as follows:

(1) Effective 1/1/2013, an amount of $105.00
(2) Effective 1/1/2014, an amount of $110.25
(3) Each year thereafter, the contribution rate to the AIPP will increase 5% over the previous year’s rate until the expiration of the collective bargaining agreement or 12/31/2018. At contract commencement or renewal before 12/31/2018, the then-current Rehabilitation Plan of the AIPP would apply.

H. Hold Harmless. Neither the Fund, its Trustees, nor any of their agents or representatives have warranted that the participation of shareholders/employees is legally permissible under the Taft-Hartley Act. The Employer hereby waives any right to sue the Fund, its Trustees, or their agents or representatives for any damages if the participation of all shareholders/employees is not permitted under any law, and agrees to hold the Fund harmless against any such suits filed by its employees or former employees.

I. Successors. If the Employer’s collective bargaining agreement or federal labor law obligations are binding on the Employer’s heirs, successor or assigns, then this Agreement shall also be binding on those heirs, successors and assigns.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement this 27 day of May, 2015.

Employer: Santa Clara Imported Cars, Inc. d/b/a Honda of Stevens Creek Union: IAM & AW Local 1101

STEPHEN K. COSS SECRETARY

Authorized by (Print Name) Redacted by the U.S. Department of the Treasury
(Signature) Redacted by the U.S. Department of the Treasury

ACCEPTANCE: The duly appointed and acting Trustees of the said Trust Agreement hereby agree to the above:

(forward one signed agreement to the Trustees for consideration. If accepted, photocopies of the agreement will be sent to the parties.)
INDEPENDENT AUTOMOTIVE AGREEMENT

between

DISTRICT NO. 190, LOCAL NO. 1101
International Association of Machinists
and Aerospace Workers

and

HOPKINS HONDA

November 1st, 2011 to and including October 31st 2015
Wage claims shall not be honored beyond thirty (30) days from the date the Union submitted the claim to the Employer.

**ARTICLE 19 - MOONLIGHTING**

The Employer and the Union agree that any employee engaging in auto, truck or motorcycle repair work for profit outside his regular working hours while on the payroll of an Employer signatory to this Agreement, shall be subject to immediate discharge and such discharge shall not be subject to the grievance procedure. The Union agrees to provide the Employer with evidence of proof of such activities on the part of the employee when discharge is requested by the Union.

The Employer agrees that in instances of discharge initiated by the Employer that proof of violation of this provision will be provided by the Employer. If the Employer and the Union cannot agree upon the sufficiency of fact upon which the discharge is based, the Arbitration Board shall be the final judge in the matter.

**ARTICLE 20 - PENSION FUND**

The Employer hereby agrees to maintain the present Pension Plan in effect with the Automotive Industries Pension and Trust Fund.

The Employer party to this Agreement shall pay into the Automotive Industries Pension Trust Fund the sum of $276.23 per month per eligible employee. Such payments shall be due and payable on the first day of each month and shall be delinquent if not paid by the fifteenth (15th) day of the same month.

A regular employee, with respect to whom such monthly payments are required to be made, shall mean: (1) any employee on the payroll on the first day of the calendar month who has been on the payroll of the same Employer continuously during the preceding calendar month, and (2) any employee on the payroll on the first day of the preceding calendar month whose services with said Employer terminated thereafter during such preceding calendar month and of whom Employer made payment into said Trust Fund on the first day of the preceding calendar month.

The parties hereto agree to be bound by the Automotive Industries Pension and Trust Agreement which shall be jointly administered by a Board of Trustees composed of representative of management and labor.

The pension surcharge, of 5% as determined by the trustees of the Automotive Industries Trust Fund, shall be paid for by the employees through payroll deductions, once it is enacted by the A.I. Trust Fund.
WHEREAS, the undersigned Employer previously has entered into a collective bargaining agreement with the undersigned Union providing for, amongst other things, a pension agreement, whereby the undersigned Employer agreed to make certain Employer contributions into a Trust Fund for the purpose of providing pension benefits for covered employees, and

WHEREAS, it is the desire of the undersigned Employer to make such Employer contributions into the Automotive Industries Pension Trust Fund ("Fund") and become a party to its Pension Trust Agreement, now therefore it is agreed as follows:

A. Contributions Required. The undersigned Employer agrees to be bound by all of the terms, conditions and provisions of the said Pension Trust Agreement, and to pay to the Fund all sums of money required to be paid as Employer pension contributions either (1) under the terms of the collective bargaining agreement between the undersigned Employer and the undersigned Union, or (2) under the provisions of the federal labor law.

B. Employees Covered. The following persons are covered by this Agreement: Each person who is employed at any time during the month, while not on a leave of absence without pay, who is either (1) working under a bargaining agreement between the Employer and a participating union, or (2) working in a situation in which contributions are required to be made on his behalf under federal labor law.

NOTE: Any covered employee who is also a shareholder of the Employer may participate in the Fund only if the Fund receives (1) an attorney certification letter in the form required by the Fund, and (2) a stockholder/employee waiver document in the form required by the Fund.

C. Amount of Payment. The undersigned agree that participation in the Fund shall require monthly Employer payments at the rates stated herein for all employees covered under paragraph B, unless excepted under paragraph D.

D. Payment Procedures.

(1) Covered Employees. The undersigned Employer agrees to make payments as set forth in this Agreement and any subsequent revisions hereof for all covered employees for all periods of time during which a collective bargaining agreement requiring payments to the Fund is in effect. Whenever applicable labor law requires continued payments to the Fund after expiration of the collective bargaining agreement, the undersigned Employer agrees that such payments shall be made in accordance with this Agreement and the Fund's rules and regulations from time to time in effect. Employer agrees that this obligation may be enforced by the Fund under this Agreement as a matter of contract law.

(2) Payment Due Date. Monthly payments are due from the Employer on the first day of the month to the Fund at the address indicated on Employer Remittance Form, on all employees covered under paragraph B employed by the Employer at any time during the month prior thereto, except as provided in subparagraphs (3) and (4).

NOTE: No contribution shall be required for newly hired employees who are terminated in less than eleven (11) working days.

(3) New Hires. For new employees the first payment is due on the first day of the second month following the date of hire.

(4) Terminations. For employees who are no longer actively employed by the Employer, the last payment is due on the first day of the month following the last date of active employment. Employees on vacation or holidays after the termination of active employment shall not be deemed to continue to be actively employed by the Employer for the purpose of determining employer payments due.
(5) **Rehired Disabled Employees.** For disabled employees who return to active employment, with the same Employer they were employed with when disability commenced, contributions are due the first of the month following the date they returned to work.

E. **Liability for Nonpayment.** Contributions are due on the first (1st) of the month and considered delinquent if not postmarked on or before the twentieth (20th) of the month during the month billed. For this purpose, contributions due include any supplemental contributions due under paragraph G, below. Failure to report timely will result in assessment of liquidated damages and interest in accordance with the Trust Agreement. If the Employer fails to make the contributions required by this Agreement, the Employer shall be personally responsible to the union and employees herein covered for the benefits which would have been provided by such coverage and to pay for all court costs, attorneys’ fees, and other legal expenses that may be required to effect collection. The Employer shall likewise be subject to any grievance procedure in the current collective bargaining agreement requiring contributions to the Fund.

F. **Plan Documents.**

(1) **Trust Agreement.** The undersigned Employer understands that the Fund’s Trust Agreement was entered into effective September 1, 1955. That Trust Agreement provides that an Employer may become a party to the Trust Agreement by executing a document in writing agreeing to become a party to and be bound by the provisions of that Trust Agreement. The undersigned Employer, by executing this document, hereby agrees to become a party employer to that Trust Agreement, to be bound by all the terms, conditions and provisions thereof and to make payments herein provided to the Fund. The undersigned Employer approves and consents to the appointment of the Trustees of said Trust Agreement heretofore appointed and hereafter selected as provided in said Trust Agreement.

(2) **Plan.** The undersigned Employer agrees to be bound by and accept the Plan’s eligibility rules and Plan benefits from time to time in effect.

(3) **Rules and Regulations.** The undersigned Employer agrees to be bound by the rules and regulations from time to time adopted by the Fund applicable to Employers participating in the Fund, including those that provide for interest and liquidated damages on delinquent contributions, and for attorneys fees, court costs and other legal expenses that may be required to effect collection of Employer contributions.

G. **Rehabilitation Plan.** The Employer agrees to comply with the Rehabilitation Plan of the Automotive Industries Pension Plan (AIPP), effective 3/28/2008, pertaining to collective bargaining agreements renewed after 4/27/2008 in its entirety, including the payment of required supplemental contributions.

For Example: Suppose an employer’s contribution rate to the AIPP is $100 per month for the life of a collective bargaining agreement expiring after 2014. The employer is obligated to pay effective 1/1/2013 supplemental contributions equal to 5%. Each year, the rate would increase 5% over the total effective rate of that previous year. In accordance with the 3/28/2008 Rehabilitation Plan, the total contribution rates to the AIPP would be as follows:

(1) Effective 1/1/2013, an amount of $105.00
(2) Effective 1/1/2014, an amount of $110.00
(3) Each year thereafter, the contribution rate to the AIPP will increase 5% over the previous year’s rate until the earlier of the expiration of the collective bargaining agreement or 12/31/2018. At contract commencement or renewal before 12/31/2018, the then-current Rehabilitation Plan of the AIPP would apply.

H. **Hold Harmless.** Neither the Fund, its Trustees, nor any of their agents or representatives have warranted that the participation of shareholders/employees is legally permissible under the Taft-Hartley Act. The Employer hereby waives any right to sue the Fund, its Trustees, or their agents or representatives for any damages if the participation of all shareholders/employees is not permitted under any law, and agrees to hold the Fund harmless against any such suits filed by its employees or former employees.

I. **Successors.** If the Employer’s collective bargaining agreement or federal labor law obligations are binding on the Employer’s heirs, successor or assigns, then this Agreement shall also be binding on those heirs, successors and assigns.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement this ______ day of __________________, 20____.

Employer: Hopkins Honda

Authorized by (Print Name): Ryan Hopkins, Owner

(Signature): ________________

Union: Machinist Local 1101

Authorized by (Print Name): Jim Schuette, Area Dir.

(Signature): ________________

Redacted by the U.S. Department of the Treasury

ACCEPTANCE: The duly appointed and acting Trustees of the said Trust Agreement accept the above agreement.

(Forward one signed agreement to the Trustees for consideration. Photocopies of the agreement will be sent to the parties.)
PENINSULA COALITION OF 
INDEPENDENT GARAGE OWNERS:

HOWER AUTO REPAIR, INC.
NOEL MILLER, INC.
PACIFIC AUTO REPAIR, INC.

COLLECTIVE BARGAINING AGREEMENT

April 1, 2008 through July 15, 2013
ARTICLE 25 - PENSION

25.01 The employer agrees to promptly execute a Pension Agreement in the standard format used by the Automotive Industries Pension Fund ("Pension Fund") providing for, among other things, the following:

25.01 a) Eligibility: Employee's eligibility for benefits will be determined under the rules of the Pension Fund and the Pension Agreement signed by the Employer.

25.01 b) Contributions: Employer contributions will be payable on the employees as provided in the Pension Agreement at the following monthly contribution rate, per eligible employee, of $340.00 for the term of the agreement.

25.02 By signing the Pension Agreement, the Employer agrees to be bound by the terms of it, the Pension Fund's Trust Agreement, and the rules of the Pension Fund, as all of them may be amended from time to time. In the case of any inconsistency between the terms of the Pension Agreement and this Collective Bargaining Agreement, the terms of the Pension Agreement shall prevail.

26.03 Any Employer who fails to pay into such Trust Fund the monthly sum above provided shall be personally responsible to the employees herein covered for the benefits which would have been provided by such pension coverage.

25.04 If the Trustees of the above Pension Trust Fund find that an Employer has failed to make monthly contributions as above provided, it shall not be a violation of this Agreement for the Union to take necessary economic action upon the failure of the Employer to make the monthly contributions as provided above.

ARTICLE 26 – ADJUSTMENT OF GRIEVANCES

26.01 Grievance Procedures: Step 1. Oral Procedure - No matter shall be considered a grievance until it is first taken up orally by the employee and/or Shop Steward with the immediate Supervisor. Any settlement at this step shall be considered non-precedent setting. If the alleged grievance is not settled, it shall be reduced to writing and processed directly into Step 2, at which time it is considered an official grievance.

26.02 Step 2. Written Grievance: The Employee and/or the Shop Steward shall submit the written grievance to the Service Manager who will attempt to adjust the grievance. The Manager will render a decision in writing within five (5) working days from the time of its presentation to the Manager. When an unsatisfactory answer is received, the grievance may be referred to Step 3 in writing. If the grievance is unanswered with in five (5) working days, the grievance will automatically be referred to STEP 3.

26.03 Step 3. Business Representative And Management - The Business Representative or authorized Union representative and Shop Steward and an authorized representative of the Employer, or the Employer’s representative authorized to handle such matters, shall meet within five (5) working days. The Employer shall render an answer in writing within five (5) working days after such meeting. When an unsatisfactorily answer is received, or if the grievance is unanswered within the above time limit, the Union may request the grievance be presented to a Grievance Board of Review as set forth in Step 4. If the Company does not agree to present the issue to a Grievance Board of Review, the issue will go to arbitration as set forth in Step 5.
WHEREAS, the undersigned Employer previously has entered into a collective bargaining agreement with the undersigned Union providing for, amongst other things, a pension agreement, whereby the undersigned Employer agreed to make certain Employer contributions into a Trust Fund for the purpose of providing pension benefits for covered employees, and

WHEREAS, it is the desire of the undersigned Employer to make such Employer contributions into the Automotive Industries Pension Trust Fund ("Fund") and become a party to its Pension Trust Agreement, now therefore it is agreed as follows:

A. Contributions Required. The undersigned Employer agrees to be bound by all of the terms, conditions and provisions of the said Pension Trust Agreement, and to pay to the Fund all sums of money required to be paid as Employer pension contributions either (1) under the terms of the collective bargaining agreement between the undersigned Employer and the undersigned Union, or (2) under the provisions of the federal labor law.

B. Employees Covered. The following persons are covered by this Agreement: Each person who is employed at any time during the month, while not on a leave of absence without pay, who is either (1) working under a bargaining agreement between the Employer and a participating union, or (2) working in a situation in which contributions are required to be made on his behalf under federal labor law.

NOTE: Any covered employee who is also a shareholder of the Employer may participate in the Fund only if the Fund receives (1) an attorney certification letter in the form required by the Fund, and (2) a stockholder/employee waiver document in the form required by the Fund.

C. Amount of Payment. The undersigned agree that participation in the Fund shall require monthly Employer payments at the rates stated herein for all employees covered under paragraph B, unless excepted under paragraph D.

D. Payment Procedures.

(1) Covered Employees. The undersigned Employer agrees to make payments as set forth in this Agreement and any subsequent revisions hereof for all covered employees for all periods of time during which a collective bargaining agreement requiring payments to the Fund is in effect. Whenever applicable labor law requires continued payments to the Fund after expiration of the collective bargaining agreement, the undersigned Employer agrees that such payments shall be made in accordance with this Agreement and the Fund's rules and regulations from time to time in effect. Employer agrees that this obligation may be enforced by the Fund under this Agreement as a matter of contract law.

(2) Payment Due Date. Monthly payments are due from the Employer on the first day of the month to the Fund at address indicated on Employer Remittance Form, on all employees covered under paragraph B employed by the Employer at any time during the month prior thereto, except as provided in subparagraphs (3) and (4).

NOTE: No contribution shall be required for newly hired employees who are terminated in less than eleven (11) working days.

(3) New Hires. For new employees the first payment is due on the first day of the second month following the date of hire.

OVER
## Table of Contents

<table>
<thead>
<tr>
<th>SECTION</th>
<th>TITLE</th>
<th>PAGE</th>
</tr>
</thead>
<tbody>
<tr>
<td>13</td>
<td>ADJUSTMENT BOARD</td>
<td>8</td>
</tr>
<tr>
<td>19</td>
<td>BEREAVEMENT</td>
<td>13</td>
</tr>
<tr>
<td>1</td>
<td>DEFINITIONS</td>
<td>1</td>
</tr>
<tr>
<td>22</td>
<td>DISABILITY BENEFITS</td>
<td>15</td>
</tr>
<tr>
<td>5</td>
<td>DISCHARGE</td>
<td>3</td>
</tr>
<tr>
<td>4</td>
<td>DISCRIMINATION</td>
<td>2</td>
</tr>
<tr>
<td>25</td>
<td>EFFECTIVE AND ANNIVERSARY DATE</td>
<td>17</td>
</tr>
<tr>
<td>24</td>
<td>EMPLOYER REPRESENTATION SEPARABILITY CLAUSE AND VALIDITY AND APPLICABILITY</td>
<td>17</td>
</tr>
<tr>
<td>9</td>
<td>GENERAL CONDITIONS</td>
<td>5</td>
</tr>
<tr>
<td>8</td>
<td>HOLIDAYS</td>
<td>4</td>
</tr>
<tr>
<td>20</td>
<td>HOSPITAL, MEDICAL, DENTAL CARE, LIFE INSURANCE, PRESCRIPTION DRUG AND VISION CARE BENEFITS</td>
<td>13</td>
</tr>
<tr>
<td>18</td>
<td>JURY SERVICE</td>
<td>13</td>
</tr>
<tr>
<td>12</td>
<td>LEAVES OF ABSENCE</td>
<td>8</td>
</tr>
<tr>
<td>17</td>
<td>OVERTIME</td>
<td>12</td>
</tr>
<tr>
<td>21</td>
<td>PENSIONS</td>
<td>15</td>
</tr>
<tr>
<td>11</td>
<td>PERSONS PROHIBITED</td>
<td>8</td>
</tr>
<tr>
<td>2</td>
<td>RECOGNITION AND BARGAINING AGENT</td>
<td>1</td>
</tr>
<tr>
<td>6</td>
<td>SENIORITY</td>
<td>3</td>
</tr>
<tr>
<td>14</td>
<td>TRAINING PROGRAMS</td>
<td>9</td>
</tr>
<tr>
<td>7</td>
<td>UNION ACTIVITIES</td>
<td>3</td>
</tr>
<tr>
<td>3</td>
<td>UNION SECURITY AND TERMS OF EMPLOYMENT</td>
<td>2</td>
</tr>
<tr>
<td>10</td>
<td>VACATIONS</td>
<td>6</td>
</tr>
<tr>
<td>23</td>
<td>WAGE RATES</td>
<td>16</td>
</tr>
<tr>
<td>15</td>
<td>WORKDAY OR SHIFT</td>
<td>11</td>
</tr>
<tr>
<td>16</td>
<td>WORKWEEK</td>
<td>11</td>
</tr>
</tbody>
</table>

###########
If as a result of such law, the level of benefits provided by such law for any group of employees, or their dependents, is lower in certain categories of services than that provided hereunder, the trust shall be requested, to the extent practicable, to provide a plan of benefits supplementary to the federal or state benefits so as to make benefits in each category of coverage as nearly comparable as possible to the benefits provided hereunder. The Employer need only expend for this purpose the actual amount required to achieve parity between the benefits agreed to be provided hereunder and the benefits provided under any federal or state plan as supplemented in the manner hereinabove described.

If the benefits provided under the federal or state Act exceed the benefits provided hereunder in each category of coverage, the Employer shall be under no further obligation to make any contribution in pursuance of this Section.

In the event that the federal or state government enacts a health care program requiring contributions by employees, such employee contributions shall be reimbursed by the Employer to the amount by which said employee contribution reduces the Employer contribution required under this Section of the Agreement.

Section 21. Pensions

21.1 Pension Contributions: The Employer agrees to contribute and pay into a Pension Trust Fund on behalf of his employees who are covered by this Agreement the sum of One hundred fifty dollars ($150.00) effective April 24, 2015. Said contributions shall be made between the first and fifteenth day of each month.

21.2 Pension Trust Fund: The Pension Trust Fund referred to herein is a jointly administered trust established in the County of Alameda, State of California, by a Pension Trust Agreement made and entered into as of the 1st day of September, 1955, and is known as the Automotive Industries Pension Trust Fund.

21.3 Pension Protection Act Language: In addition to the pension requirements set forth above, the Employer agrees to comply with the Rehabilitation Plan of the Automotive Industries Pension Plan which is in effect as of the effective date of this Agreement. The Employer and the International Association of Machinists & Aerospace Workers, District Lodge 190, Local 1546 acknowledge that any supplemental contributions made by the Employer pursuant to the terms of the Rehabilitation Plan, will not result in benefit credit to the employees of the Employer.

Section 22. Disability Benefits

22.1 (a) Benefits: The Employer agrees to contribute to the Automotive Industries Welfare Fund a sum as determined by the Trustees of the Fund for the purpose of providing disability benefits for eligible employees under Plan B of the Fund.

22.1 (b) Trust Agreement: The undersigned Employer understands that a certain Trust Agreement was made and entered into on the first day of October, 1956, in the County of Alameda, State of California, by and between Automotive Industries, Inc., and other employers and employer
AUTOMOTIVE INDUSTRIES PENSION FUND

1640 SOUTH LOOP ROAD • ALAMEDA, CALIFORNIA 94502 • TELEPHONE (510) 836-2484 or (800) 635-3105
POST OFFICE BOX 23120 • OAKLAND, CALIFORNIA 94623-0120
www.aitrustfunds.org

May 8, 2012

PENSION SUBSCRIBER AGREEMENT

Firm Name: HUBBARD MACHINE SHOP

Address: 21030 Meekland Avenue

City: Hayward State: CA Zip Code: 94541 Telephone No. (510) 537-1885

Monthly Contribution Rate in Collective Bargaining Agreement

Defined Benefit Plan: $150.00 Effective: APRIL 24 2015
IARP Plan: _______________ Effective: _______________

WHEREAS, the undersigned Employer previously has entered into a collective bargaining agreement with the undersigned Union providing for, amongst other things, a pension agreement, whereby the undersigned Employer agreed to make certain Employer contributions into a Trust Fund for the purpose of providing pension benefits for covered employees, and

WHEREAS, it is the desire of the undersigned Employer to make such Employer contributions into the Automotive Industries Pension Trust Fund ("Fund") and become a party to its Pension Trust Agreement, now therefore it is agreed as follows:

A. Contributions Required. The undersigned Employer agrees to be bound by all of the terms, conditions and provisions of the said Pension Trust Agreement, and to pay to the Fund all sums of money required to be paid as Employer pension contributions either (1) under the terms of the collective bargaining agreement between the undersigned Employer and the undersigned Union, or (2) under the provisions of the federal labor law.

B. Employees Covered. The following persons are covered by this Agreement: Each person who is employed at any time during the month, while not on a leave of absence without pay, who is either (1) working under a bargaining agreement between the Employer and a participating union, or (2) working in a situation in which contributions are required to be made on his behalf under federal labor law.

NOTE: Any covered employee who is also a shareholder of the Employer may participate in the Fund only if the Fund receives (1) an attorney certification letter in the form required by the Fund, and (2) a stockholder/employee waiver document in the form required by the Fund.

C. Amount of Payment. The undersigned agree that participation in the Fund shall require monthly Employer payments at the rates stated herein for all employees covered under paragraph B, unless excepted under paragraph D.

D. Payment Procedures.

(1) Covered Employees. The undersigned Employer agrees to make payments as set forth in this Agreement and any subsequent revisions hereof for all covered employees for all periods of time during which a collective bargaining agreement requiring payments to the Fund is in effect. Whenever applicable labor law requires continued payments to the Fund after expiration of the collective bargaining agreement, the undersigned Employer agrees that such payments shall be made in accordance with this Agreement and the Fund's rules and regulations from time to time in effect. Employer agrees that this obligation may be enforced by the Fund under this Agreement as a matter of contract law.

(2) Payment Due Date. Monthly payments are due from the Employer on the first day of the month to the Fund at address indicated on Employer Remittance Form, on all employees covered under paragraph B employed by the Employer at any time during the month prior thereto, except as provided in subparagraphs (3) and (4).

NOTE: No contribution shall be required for newly hired employees who are terminated in less than eleven (11) working days.

(3) New Hires. For new employees the first payment is due on the first day of the second month following the date of hire.

(4) Terminiations. For employees who are no longer actively employed by the Employer, the last payment is due on the first day of the month following the last date of active employment. Employees on vacation or holidays after the
termination of active employment shall not be deemed to continue to be actively employed by the Employer for the purpose of determining employer payments due.

(5) Rehired Disabled Employees. For disabled employees who return to active employment, with the same Employer they were employed with when disability commenced, contributions are due the first of the month following the date they returned to work.

E. Liability for Nonpayment. Contributions are due on the first (1st) of the month and considered delinquent if not postmarked on or before the twentieth (20th) of the month during the month billed. For this purpose, contributions due include any supplemental contributions due under paragraph G, below. Failure to report timely will result in assessment of liquidated damages and Interest in accordance with the Trust Agreement. If the Employer fails to make the contributions required by this Agreement, the Employer shall be personally responsible to the union and employees herein covered for the benefits which would have been provided by such coverage and to pay for all court costs, attorneys’ fees, and other legal expenses that may be required to effect collection. The Employer shall likewise be subject to any grievance procedure in the current collective bargaining agreement requiring contributions to the Fund.

F. Plan Documents.

(1) Trust Agreement. The undersigned Employer understands that the Fund’s Trust Agreement was entered into effective September 1, 1955. That Trust Agreement provides that an Employer may become a party to the Trust Agreement by executing a document in writing agreeing to become a party to and be bound by the provisions of that Trust Agreement. The undersigned Employer, by executing this document, hereby agrees to become a party employer to that Trust Agreement, to be bound by all the terms, conditions and provisions thereof and to make payments herein provided to the Fund. The undersigned Employer approves and consents to the appointment of the Trustees of said Trust Agreement heretofore appointed and hereafter selected as provided in said Trust Agreement.

(2) Plan. The undersigned Employer agrees to be bound by and accept the Plan’s eligibility rules and Plan benefits from time to time in effect.

(3) Rules and Regulations. The undersigned Employer agrees to be bound by the rules and regulations from time to time adopted by the Fund applicable to Employers participating in the Fund, including those that provide for interest and liquidated damages on delinquent contributions, and for attorneys fees, court costs and other legal expenses that may be required to effect collection of Employer contributions.

G. Rehabilitation Plan. The Employer agrees to comply with the Rehabilitation Plan of the Automotive Industries Pension Plan (AIPP), effective 3/28/2008, pertaining to collective bargaining agreements renewed after 4/27/2008 in its entirety, including the payment of required supplemental contributions.

For Example: Suppose an employer’s contribution rate to the AIPP is $100 per month for the life of a collective bargaining agreement expiring after 2014. The employer is obligated to pay effective 1/1/2013 supplemental contributions equal to 5%. Each year, the rate would increase 5% over the total effective rate of that previous year. In accordance with the 3/28/2008 Rehabilitation Plan, the total contribution rates to the AIPP would be as follows:

(1) Effective 1/1/2013, an amount of $105.00
(2) Effective 1/1/2014, an amount of $110.25
(3) Each year thereafter, the contribution rate to the AIPP will increase 5% over the previous year’s rate until the earlier of the expiration of the collective bargaining agreement or 12/31/2018. At contract commencement or renewal before 12/31/2018, the then-current Rehabilitation Plan of the AIPP would apply.

H. Hold Harmless. Neither the Fund, its Trustees, nor any of their agents or representatives have warranted that the participation of shareholders/employees is legally permissible under the Taft-Hartley Act. The Employer hereby waives any right to sue the Fund, its Trustees, or their agents or representatives for any damages if the participation of all shareholders/employees is not permitted under any law, and agrees to hold the Fund harmless against any such suits filed by its employees or former employees.

I. Successors. If the Employer’s collective bargaining agreement or federal labor law obligations are binding on the Employer’s heirs, successor or assigns, then this Agreement shall also be binding on those heirs, successors and assigns.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement this day of January, 2016.

Employer: HUBBARD MACHINE SHOP Union: MACHINISTS AUTOMOTIVE TRADES DISTRICT LODGE NO. 190 OF NORTHERN CALIFORNIA, LL 1546

Authorized by (Print Name) WADE COOK (Print Name) ROBERT PINTOS
(Signature) Redacted by the U.S. Department of the (Signature) Redacted by the U.S. Department of the Treasury

ACCEPTANCE: The duly appointed and acting Trustees of the said Trust Agreement accept the above agreement.

(Forward one signed agreement to the Trustees for consideration. If accepted, photocopies of the agreement will be sent to the parties.)
September 1, 2013 to August 31, 2018

AGREEMENT

between

OFFICE AND PROFESSIONAL EMPLOYEES OF LOCAL 1173

and

MACHINISTS AUTOMOTIVE TRADES DISTRICT LODGE NO. 190 OF NORTHERN CALIFORNIA,

for and on behalf of

AUTOMOTIVE MACHINISTS LODGE NO. 1173, INTERNATIONAL ASSOCIATION OF MACHINISTS AND AEROSPACE WORKERS
SECTION 27   DISABLED EMPLOYEES

27.01 For disabled employees monthly payments will be due for three (3) months, in addition to the termination premium.

SECTION 28   LEAVE OF ABSENCE

28.01 In the event leave of absence is granted by the Employer, monthly payments may be continued on such employee during such time as the employee is on leave of absence, but not to exceed twelve (12) calendar months, at the employee's expense.

SECTION 29   LIABILITY

29.01 Any Employer who fails to obtain and pay for the insurance, hospital, and welfare benefits herein provided for shall personally be responsible to the Union and employees herein covered for the benefits which would have been provided by such insurance coverage and to pay for all court costs, attorney's fees and other legal expenses that may be required to effect collection and shall, likewise, be subject to the grievance procedure of this agreement.

SECTION 30   DIVIDENDS ON PREMIUMS

30.01 Any dividends on premiums received from the insurance carrier shall not be payable to the Employer but shall be held and deposited in a reserve fund by the joint trustees for the purpose of enlarging the benefits to employees and their dependents covered by this plan as may be accomplished from said dividends on premiums.

SECTION 31   PENSION FUND

31.01 The Employer hereby stipulates and agrees to pay into the Automotive Industries Pension Trust Fund a monthly premium for each eligible employee as follows:

<table>
<thead>
<tr>
<th>Effective:</th>
<th>9/1/2013</th>
<th>9/1/2014</th>
<th>9/1/2015</th>
<th>9/1/2016</th>
<th>9/1/2017</th>
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<tr>
<td></td>
<td>$335.00</td>
<td>$335.00</td>
<td>$335.00</td>
<td>$335.00</td>
<td>$335.00</td>
</tr>
</tbody>
</table>

The Employer agrees to sign the necessary subscriber agreements(s) which are incorporated in this agreement by reference thereto and further agrees to, from time to time, sign all or any additional subscriber agreements or other papers necessary to carry out the terms of this section.

SECTION 32   CALIFORNIA MACHINISTS 401(K) PLAN

32.01 The Employer agrees to participate in the California Machinists 401(k) Plan, a non-matching contribution plan.
PENSION SUBSCRIBER AGREEMENT

WHEREAS, the undersigned Employer previously has entered into a collective bargaining agreement with the undersigned Union providing for, amongst other things, a pension agreement, whereby the undersigned Employer agreed to make certain Employer contributions into a Trust Fund for the purpose of providing pension benefits for covered employees, and

WHEREAS, it is the desire of the undersigned Employer to make such Employer contributions into the Automotive Industries Pension Trust Fund ("Fund") and become a party to its Pension Trust Agreement, now therefore it is agreed as follows:

A. Contributions Required. The undersigned Employer agrees to be bound by all of the terms, conditions and provisions of the said Pension Trust Agreement, and to pay to the Fund all sums of money required to be paid as Employer pension contributions either (1) under the terms of the collective bargaining agreement between the undersigned Employer and the undersigned Union, or (2) under the provisions of the federal labor law.

B. Employees Covered. The following persons are covered by this Agreement: Each person who is employed at any time during the month, while not on a leave of absence without pay, who is either (1) working under a bargaining agreement between the Employer and a participating union, or (2) working in a situation in which contributions are required to be made on his behalf under federal labor law.

NOTE: Any covered employee who is also a shareholder of the Employer may participate in the Fund only if the Fund receives (1) an attorney certification letter in the form required by the Fund, and (2) a stockholder/employee waiver document in the form required by the Fund.

C. Amount of Payment. The undersigned agree that participation in the Fund shall require monthly Employer payments at the rates stated herein for all employees covered under paragraph B, unless excepted under paragraph D.

D. Payment Procedures.

(1) Covered Employees. The undersigned Employer agrees to make payments as set forth in this Agreement and any subsequent revisions hereof for all covered employees for all periods of time during which a collective bargaining agreement requiring payments to the Fund is in effect. Whenever applicable labor law requires continued payments to the Fund after expiration of the collective bargaining agreement, the undersigned Employer agrees that such payments shall be made in accordance with this Agreement and the Fund's rules and regulations from time to time in effect. Employer agrees that this obligation may be enforced by the Fund under this Agreement as a matter of contract law.

(2) Payment Due Date. Monthly payments are due from the Employer on the first day of the month to the Fund at address indicated on Employer Remittance Form, on all employees covered under paragraph B employed by the Employer at any time during the month prior thereto, except as provided in subparagraphs (3) and (4).

NOTE: No contribution shall be required for newly hired employees who are terminated in less than eleven (11) working days.

(3) New Hires. For new employees the first payment is due on the first day of the second month following the date of hire.

(4) Terminations. For employees who are no longer actively employed by the Employer, the last payment is due on the first day of the month following the last date of active employment. Employees on vacation or holidays after the termination of active employment shall not be deemed to continue to be actively employed by the Employer for the purpose of determining employer payments due.
(5) **Rehired Disabled Employees.** For disabled employees who return to active employment, with the same Employer they were employed with when disability commenced, contributions are due the first of the month following the date they returned to work.

E. **Liability for Nonpayment.** Contributions are due on the first (1st) of the month and considered delinquent if not postmarked on or before the twentieth (20th) of the month during the month billed. For this purpose, contributions due include any supplemental contributions due under paragraph G, below. Failure to report timely will result in assessment of liquidated damages and interest in accordance with the Trust Agreement. If the Employer fails to make the contributions required by this Agreement, the Employer shall be personally responsible to the union and employees herein covered for the benefits which would have been provided by such coverage and to pay for all court costs, attorneys’ fees, and other legal expenses that may be required to effect collection. The Employer shall likewise be subject to any grievance procedure in the current collective bargaining agreement requiring contributions to the Fund.

F. **Plan Documents.**
   (1) **Trust Agreement.** The undersigned Employer understands that the Fund’s Trust Agreement was entered into effective September 1, 1955. That Trust Agreement provides that an Employer may become a party to the Trust Agreement by executing a document in writing agreeing to become a party to, and be bound by the provisions of that Trust Agreement. The undersigned Employer, by executing this document, hereby agrees to become a party employer to that Trust Agreement, to be bound by all the terms, conditions and provisions thereof and to make payments herein provided to the Fund. The undersigned Employer approves and consents to the appointment of the Trustees of said Trust Agreement heretofore appointed and hereafter selected as provided in said Trust Agreement.
   (2) **Plan.** The undersigned Employer agrees to be bound by and accept the Plan’s eligibility rules and Plan benefits from time to time in effect.
   (3) **Rules and Regulations.** The undersigned Employer agrees to be bound by the rules and regulations from time to time adopted by the Fund applicable to Employers participating in the Fund, including those that provide for interest and liquidated damages on delinquent contributions, and for attorneys fees, court costs and other legal expenses that may be required to effect collection of Employer contributions.

G. **Rehabilitation Plan.** The Employer agrees to comply with the Rehabilitation Plan of the Automotive Industries Pension Plan (AIPP), effective 3/28/2008, pertaining to collective bargaining agreements renewed after 4/27/2008 in its entirety, including the payment of required supplemental contributions.

   For Example: Suppose an employer’s contribution rate to the AIPP is $100 per month for the life of a collective bargaining agreement expiring after 2014. The employer is obligated to pay effective 1/1/2013 supplemental contributions equal to 5%. Each year, the rate would increase 5% over the total effective rate of that previous year. In accordance with the 3/28/2008 Rehabilitation Plan, the total contribution rates to the AIPP would be as follows:

   (1) Effective 1/1/2013, an amount of $105.00
   (2) Effective 1/1/2014, an amount of $110.25
   (3) Each year thereafter, the contribution rate to the AIPP will increase 5% over the previous year’s rate until the expiration of the collective bargaining agreement or 12/31/2018. At contract commencement or renewal before 12/31/2018, the then-current Rehabilitation Plan of the AIPP would apply.

H. **Hold Harmless.** Neither the Fund, its Trustees, nor any of their agents or representatives have warranted that the participation of shareholders/employees is legally permissible under the Taft-Hartley Act. The Employer hereby waives any right to sue the Fund, its Trustees, or their agents or representatives for any damages if the participation of all shareholders/employees is not permitted under any law, and agrees to hold the Fund harmless against any such suits filed by its employees or former employees.

I. **Successors.** If the Employer’s collective bargaining agreement or federal labor law obligations are binding on the Employer’s heirs, successor or assigns, then this Agreement shall also be binding on those heirs, successors and assigns.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement this 11th day of September, 2013.

I A of M Local 1173  Machinists Automotive Trades District Lodge 190

Employer: **Office and Professional Employees of Local 1173** Union: **Automotive Machinists Lodge No. 1173, IAMAW**

Authorized by (Print Name) Brian Fealy, President (Print Name) Rick Rodgers, Business Representative

(Signature) Redacted by the U.S. Department of the Treasury

(Signature)

ACCEPTANCE: The duly appointed and acting Trustees of the said Trust Agreement accept the above agreement.

(Front end signed agreement to the Trustees for consideration. If accepted, photocopies of the agreement will be sent to the parties.)
I A OF M LODGE 190
LETTER OF UNDERSTANDING

IA of M Lodge 190 (E# 04-05216010 02; 04-10665000 02; 04-05216020 02) through delegate action at its November 27, 2012 meeting has agreed to comply with the Rehabilitation Plan established by the Board of Trustees of the Automotive Industries Pension plan and to comply with the revised supplemental contribution rate which was lowered from 12.5% to 5%.

IA of M Lodge 190

Redacted by the U.S. Department of the Treasury

By: W.G. Schechter
Secretary-Treasurer

Date: 12/06/12

Machinists District 190

Redacted by the U.S. Department of the Treasury

By: James H. Beno
Directing Business Representative
AUTOMOTIVE INDUSTRIES PENSION FUND

1640 SOUTH LOOP ROAD • ALAMEDA, CALIFORNIA 94502 • TELEPHONE (510) 836-2484 or (800) 635-3105
POST OFFICE BOX 23420 • OAKLAND, CALIFORNIA 94623-0120

May 8, 2012

PENSION SUBSCRIBER AGREEMENT

Firm Name I.A. of M. District Lodge 190 (E# 04-05216010 02)
Address 7717 Oakport Street
City Oakland State CA Zip Code 94621 Telephone No. §10 632-3661

Monthly Contribution Rate in Collective Bargaining Agreement

<table>
<thead>
<tr>
<th>Defined Benefit Plan</th>
<th>$ 51.90</th>
<th>Effective: 12/1 2012</th>
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</thead>
<tbody>
<tr>
<td>IARP Plan</td>
<td>$</td>
<td>Effective: 20</td>
</tr>
</tbody>
</table>

WHEREAS, the undersigned Employer previously has entered into a collective bargaining agreement with the undersigned Union providing for, amongst other things, a pension agreement, whereby the undersigned Employer agreed to make certain Employer contributions into a Trust Fund for the purpose of providing pension benefits for covered employees, and

WHEREAS, it is the desire of the undersigned Employer to make such Employer contributions into the Automotive Industries Pension Trust Fund ("Fund") and become a party to its Pension Trust Agreement, now therefore it is agreed as follows:

A. Contributions Required. The undersigned Employer agrees to be bound by all of the terms, conditions and provisions of the said Pension Trust Agreement, and to pay to the Fund all sums of money required to be paid as Employer pension contributions either (1) under the terms of the collective bargaining agreement between the undersigned Employer and the undersigned Union, or (2) under the provisions of the federal labor law.

B. Employees Covered. The following persons are covered by this Agreement: Each person who is employed at any time during the month, while not on a leave of absence without pay, who is either (1) working under a bargaining agreement between the Employer and a participating union, or (2) working in a situation in which contributions are required to be made on his behalf under federal labor law.

NOTE: Any covered employee who is also a shareholder of the Employer may participate in the Fund only if the Fund receives (1) an attorney certification letter in the form required by the Fund, and (2) a stockholder/employee waiver document in the form required by the Fund.

C. Amount of Payment. The undersigned agree that participation in the Fund shall require monthly Employer payments at the rates stated herein for all employees covered under paragraph B, unless excepted under paragraph D.

D. Payment Procedures.

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NOTE: No contribution shall be required for newly hired employees who are terminated in less than eleven (11) working days.

(3) New Hires. For new employees the first payment is due on the first day of the second month following the date of hire.

(4) Terminations. For employees who are no longer actively employed by the Employer, the last payment is due on the first day of the month following the last date of active employment. Employees on vacation or holidays after the termination of active employment shall not be deemed to continue to be actively employed by the Employer for the purpose of determining employer payments due.
(5) **Rehired Disabled Employees.** For disabled employees who return to active employment, with the same Employer they were employed with when disability commenced, contributions are due the first of the month following the date they returned to work.

E. **Liability for Nonpayment.** Contributions are due on the first (1st) of the month and considered delinquent if not postmarked on or before the twentieth (20th) of the month during the month billed. For this purpose, contributions due include any supplemental contributions due under paragraph G, below. Failure to report timely will result in assessment of liquidated damages and interest in accordance with the Trust Agreement. If the Employer fails to make the contributions required by this Agreement, the Employer shall be personally responsible to the union and employees herein covered for the benefits which would have been provided by such coverage and to pay for all court costs, attorneys’ fees, and other legal expenses that may be required to effect collection. The Employer shall likewise be subject to any grievance procedure in the current collective bargaining agreement requiring contributions to the Fund.

F. **Plan Documents.**

1. **Trust Agreement.** The undersigned Employer understands that the Fund's Trust Agreement was entered into effective September 1, 1955. That Trust Agreement provides that an Employer may become a party to the Trust Agreement by executing a document in writing agreeing to become a party to and be bound by the provisions of that Trust Agreement. The undersigned Employer, by executing this document, hereby agrees to become a party employer to that Trust Agreement, to be bound by all the terms, conditions and provisions thereof and to make payments herein provided to the Fund. The undersigned Employer approves and consents to the appointment of the Trustees of said Trust Agreement heretofore appointed and hereafter selected as provided in said Trust Agreement.

2. **Plan.** The undersigned Employer agrees to be bound by and accept the Plan's eligibility rules and Plan benefits from time to time in effect.

3. **Rules and Regulations.** The undersigned Employer agrees to be bound by the rules and regulations from time to time adopted by the Fund applicable to Employers participating in the Fund, including those that provide for interest and liquidated damages on delinquent contributions, and for attorneys fees, court costs and other legal expenses that may be required to effect collection of Employer contributions.

G. **Rehabilitation Plan.** The Employer agrees to comply with the Rehabilitation Plan of the Automotive Industries Pension Plan (AIPP), effective 3/28/2008, pertaining to collective bargaining agreements renewed after 4/27/2008 in its entirety, including the payment of required supplemental contributions.

**For Example:** Suppose an employer's contribution rate to the AIPP is $100 per month for the life of a collective bargaining agreement expiring after 2014. The employer is obligated to pay effective 1/1/2013 supplemental contributions equal to 5%. Each year, the rate would increase 5% over the total effective rate of that previous year. In accordance with the 3/28/2008 Rehabilitation Plan, the total contribution rates to the AIPP would be as follows:

1. Effective 1/1/2013, an amount of $105.00
2. Effective 1/1/2014, an amount of $110.25
3. Each year thereafter, the contribution rate to the AIPP will increase 5% over the previous year's rate until the earlier of the expiration of the collective bargaining agreement or 12/31/2018. At contract commencement or renewal before 12/31/2018, the then-current Rehabilitation Plan of the AIPP would apply.

H. **Hold Harmless.** Neither the Fund, its Trustees, nor any of their agents or representatives have warranted that the participation of shareholders/employees is legally permissible under the Taft-Hartley Act. The Employer hereby waives any right to sue the Fund, its Trustees, or their agents or representatives for any damages if the participation of all shareholders/employees is not permitted under any law, and agrees to hold the Fund harmless against any such suits filed by its employees or former employees.

I. **Successors.** If the Employer's collective bargaining agreement or federal labor law obligations are binding on the Employer's heirs, successor or assigns, then this Agreement shall also be binding on those heirs, successors and assigns.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement this 28 day of November, 2012.

Employer: I.A. of M, District Lodge 190 Union: Machinist District Lodge 190

Authorized by **Print Name** W.J. Schechter (Signature) **Print Name** James H. Beno (Signature)

ACCEPTANCE: The duly appointed and acting Trustees of the said Trust Agreement accept the above agreement.

(Forward one signed agreement to the Trustees for consideration. If accepted, photostats of the agreement will be sent to the parties.)
LETTER OF UNDERSTANDING

IA of M Lodge 190 (E# 04-05216010 02; 04-10665000 02; 04-05216020 02) through delegate action at its November 27, 2012 meeting has agreed to comply with the Rehabilitation Plan established by the Board of Trustees of the Automotive Industries Pension plan and to comply with the revised supplemental contribution rate which was lowered from 12.5% to 5%.

IA of M Lodge 190

Redacted by the U.S. Department of the Treasury

By: W. J. Schechter
Secretary-Treasurer

Date: 11/26/2012

Machinists District 190

Redacted by the U.S. Department of the Treasury

By: James H. Beno
Directing Business Representative

Date: 11/26/2012
WHEREAS, the undersigned Employer previously has entered into a collective bargaining agreement with the undersigned Union providing for, amongst other things, a pension agreement, whereby the undersigned Employer agreed to make certain Employer contributions into a Trust Fund for the purpose of providing pension benefits for covered employees, and

WHEREAS, it is the desire of the undersigned Employer to make such Employer contributions into the Automotive Industries Pension Trust Fund ("Fund") and become a party to its Pension Trust Agreement, now therefore it is agreed as follows:

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NOTE: Any covered employee who is also a shareholder of the Employer may participate in the Fund only if the Fund receives (1) an attorney certification letter in the form required by the Fund, and (2) a stockholder/employee waiver document in the form required by the Fund.

C. Amount of Payment. The undersigned agree that participation in the Fund shall require monthly Employer payments at the rates stated herein for all employees covered under paragraph B, unless excepted under paragraph D.

D. Payment Procedures.
   (1) Covered Employees. The undersigned Employer agrees to make payments as set forth in this Agreement and any subsequent revisions hereof for all covered employees for all periods of time during which a collective bargaining agreement requiring payments to the Fund is in effect. Whenever applicable labor law requires continued payments to the Fund after expiration of the collective bargaining agreement, the undersigned Employer agrees that such payments shall be made in accordance with this Agreement and the Fund’s rules and regulations from time to time in effect. Employer agrees that this obligation may be enforced by the Fund under this Agreement as a matter of contract law.
   (2) Payment Due Date. Monthly payments are due from the Employer on the first day of the month to the Fund at address indicated on Employer Remittance Form, on all employees covered under paragraph B employed by the Employer at any time during the month prior thereto, except as provided in subparagraphs (3) and (4).
   NOTE: No contribution shall be required for newly hired employees who are terminated in less than eleven (11) working days.
   (3) New Hires. For new employees the first payment is due on the first day of the second month following the date of hire.
   (4) Terminations. For employees who are no longer actively employed by the Employer, the last payment is due on the first day of the month following the last date of active employment. Employees on vacation or holidays after the termination of active employment shall not be deemed to continue to be actively employed by the Employer for the purpose of determining employer payments due.