

February 25, 1991

LETTER OF AGREEMENT

The Utilities Department Secondary Treatment Plant hourly employees and supervision agreed on the following procedure to cover Day Operator vacations:

Such coverage will be made by moving the Outside Operator up on day shift for 8 hours. He will be paid at the non-compressed Day Operator rate. The Outside Operator who moves up will return to the Outside Operator job for the last 4 hours of the shift and will be paid 4 hours Outside Operator compressed rate. The Relief Outside Operator will cover the Outside Operator for the first 8 hours.

The Relief Outside Operator will be scheduled as Outside Operator for 8 hours at the non-compressed rate Monday to Friday to cover the vacation.

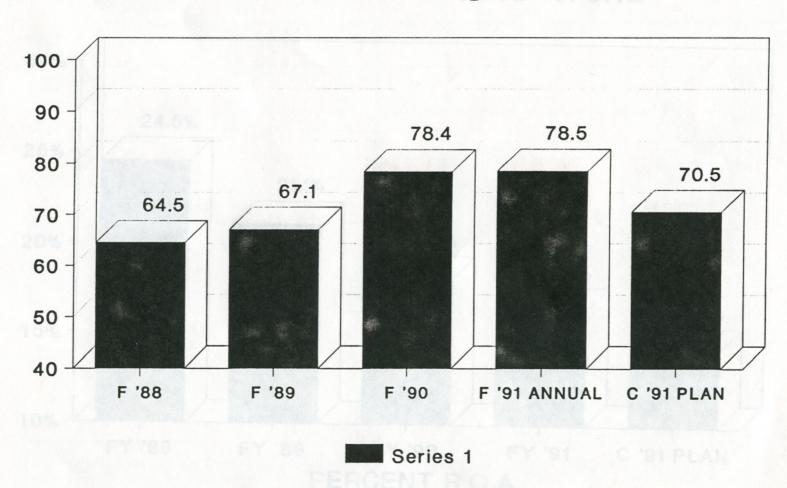
Sinda L. Naynon Union Representative

Mike Wendling Company Representative

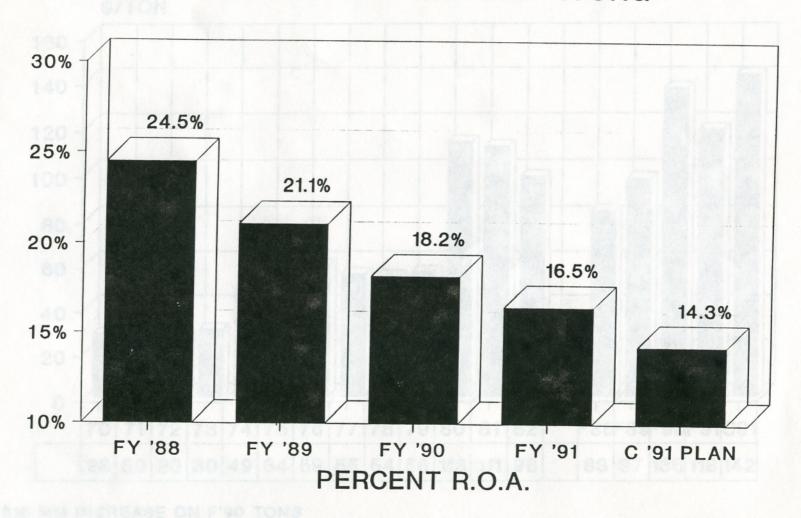
cc: Local 1097

Utilities Dept.

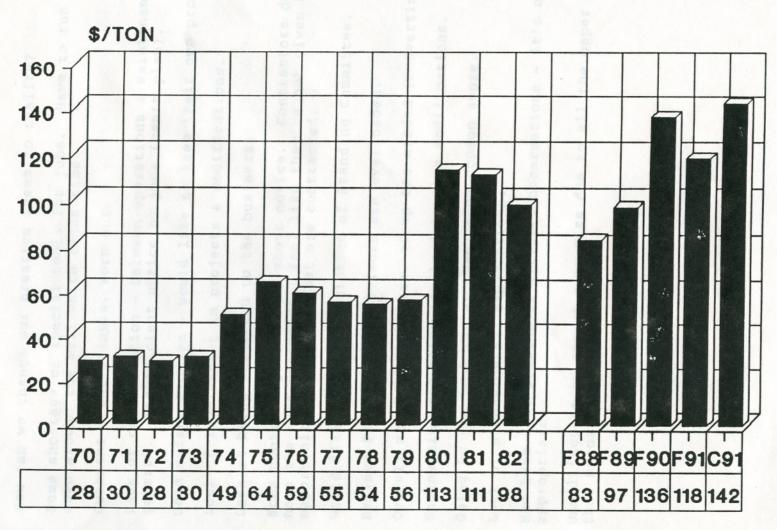
James River - Wauna Mill Pretax Earnings Trend



Wauna Mill Return on Assets Trend



James River - Wauna Mill Wood Cost/Pulp Ton



\$16 MM INCREASE ON F'90 TONS

Towel & Tissue Mtce. Walkthrough Comments

- How can we change our creative ideas to reality?
- Some shortage of special tools for jobs. Have to run them down around the mill which takes time.
- Cushmans unavailable, worn out.
- Lack of communication between operations & maintenance in general. Insufficient notice on jobs (can't plan).
- Good safety Program would like to keep their own program.
- Lack of involvement in projects & modifications.
- Lack of being connected to the business.
- Some contract jobs are on short notice. Contractors don't have the same standards. Feel like they're not given an opportunity to do jobs that are contracted.
- Would like written description of Standing Committee.
- Believe First Line Supervisors are overloaded.
- Overall morale in T&T Mtce. group has eroded (Converting).
- Engineering not being involved in some modifications.
- Going by the book rather than using common sense.
- Lack of standards and expectations.
- Has been some posting of S.T.O.P. observations it's not appropriate.
- Unwillingness to report near miss due to all the paper work that needs to be filled out.