

# Employee Handbook

#### **WELCOME TO FAST RESPONSE!**

Thank you for being a part of our team!

We want you to feel that your employment with Fast Response is/ will be a mutually beneficial and gratifying experience. We look forward to the opportunity of working together to see the changes, growth, and goals realized which will help us become an even more successful company. This employee handbook has been developed to help you get acquainted with us and to answer many of your initial questions.

You have joined a company that has established an outstanding reputation for the highest quality training in the Bay Area. Credit for this goes to everyone at Fast Response. You are all vital to our existence because you contribute your talents and energy to continually improve the environment and quality of the company.

#### Our Mission

We are a diverse team of dedicated medical professionals committed to and passionate about providing the highest caliber of health care education, career training and continuing education for healthcare providers and the general community. We sincerely believe that a learning environment which is supportive, challenging, accepting and lively inspires confidence and motivates our students to succeed. We are sensitive to the needs of a diverse population and have been devoted to providing this essential service to the Bay Area since 1989.

We at Fast Response feel passionately about the service we provide which essentially is saving and improving lives through education. We also are impassioned about embracing diversity of every kind and we pride ourselves on our extremely caring and compassionate credos.

We fully expect everyone employed by Fast Response to adhere to our policies.

We regard these qualities to be of the greatest importance in working together in our organization.

- Honesty. Honest dialogue and practices are essential to maintain a mutual trust.
- Communication. Providing clear information either orally or in written form allows the entire company to flow more smoothly.
- ♣ Pride in work. A commitment to perform our best work will benefit us all.
- ♣ Growth and Improvement. A desire to improve skills and abilities benefits the entire company.
- Respect. Treat everyone with compassion and understanding.

This Employee Handbook explains our personnel policies and benefits as well as opportunities and responsibilities that exist for you. You are responsible for reading and understanding this Employee Handbook. If anything is unclear, please discuss the matter with management.

We extend our personal best wishes for your success and happiness at Fast Response.

Sincerely,

Tom Peck, Owner/Founder, CEO Cathlin Torrence, Owner/ CFO

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## I. INTRODUCTION

## Employee Handbook

This handbook has been prepared to introduce you to Fast Response. It will acquaint you with the policies, rules, pay and benefits that apply to all employees of the Company. This handbook is presented as a matter of information only and its contents should not be interpreted as a contract between Fast Response and any of its employees. This employee handbook supersedes all previous employee handbooks and management memos that may have been issued on subjects covered herein.

Please read this handbook carefully and keep it handy for future reference. One of your first responsibilities is to be familiar with its contents. This handbook is only a summary of our policies, however, so please review it with your manager or Human Resources if you have any questions.

## **Changes in Policy**

Since our business is constantly changing, Fast Response expressly reserves the right to revise, modify, delete, or add to any and all policies, procedures, work rules, or benefits stated in this handbook or in any other document, except for the policy of at-will employment. However, changes as to your at-will employment status must be in writing and must be signed by Tom Peck or Cathlin Torrence of the Company. Normally, we will notify you of these changes by email, posting them on the bulletin board, or by other appropriate means. Changes will be effective on dates determined by Fast Response and you may not rely on policies that have been superseded.

Nothing in this employee handbook or in any other document, including benefit plan descriptions, creates or is intended to create a promise or representation of continued employment for any employee. If you are uncertain about any policy or procedure, please check with your manager or Human Resources.

#### **Employment-At-Will**

Your employment with Fast Response is "at-will" and entered into voluntarily. You are free to resign at any time, for any reason, with or without notice. Similarly, Fast Response is free to conclude the employment relationship at any time for any legal reason. Nothing in this handbook shall limit the right to terminate at-will employment. No manager, supervisor, or employee of the Company has any authority to enter into an agreement for employment for any specified period of time or to make an agreement for employment other than at-will terms. Only Tom Peck or Cathlin Torrence of Fast Response has the authority to make any such agreement, which is binding only if it is in writing and signed by Tom or Cathlin and by you.

## II. EMPLOYMENT POLICIES

## **Definitions of Employment Status**

Fast Response employees are first classified as either exempt or non-exempt; then classified as regular full-time, regular part-time, half-time, or temporary:

- Exempt employees are those whose positions meet specific tests established by the Fair Labor Standards Act (FLSA) and applicable state law and who are exempt from overtime pay requirements. Exempt employees hold professional, managerial and executive positions.
- Non-Exempt employees are those employees who do not meet FLSA and state exemption tests, are paid on an hourly basis and are paid for overtime work.
- **Regular employees** have completed the 90-day introductory period of employment. Regular employees can be either full-time or part-time. The distinction between full-time and part-time depends upon the number of hours that an employee works.
- Full-time employees are regularly scheduled to work a minimum of 40 hours per week. They are not temporary employees, independent contractors, or independent consultants. Regular, full-time employees are eligible for the complete benefits package subject to the terms, conditions and limitations of each benefit program.
- 4/5 employees are scheduled to work a minimum of 32 hours a week on a regular basis. They are eligible for health benefits and receive 6 hours pay for paid holidays.
- **As-needed employees** are those who work intermittently to teach classes or to perform duties as they arise. They are not eligible for Company benefits.
- Part-time employees are scheduled to work less than 32 hours per week on a regular basis. They receive only legally mandated (statutory) benefits such as social security and workers' compensation insurance.
- Temporary employees Employees who are hired as interim replacements to
  temporarily supplement the workforce or to assist in the completion of a specific project.
  Employment assignments in this category are of an estimated limited duration.
  Employment beyond the initially estimated duration does not in any way imply a change
  in employment status or change in the at-will status. They are not eligible for Company
  benefit programs.
- Independent contractor These individuals are not employees of Fast Response and are in business solely for themselves. An independent contractor or consultant is engaged to perform a task according to his/her own methods and is subject to control and direction only as to the results to be accomplished. Independent contractor or consultants are not entitled to benefits.

## **Employment of Minors**

Almost all workers under the age of 18 are considered minors and are subject to child labor protections. Minor means any person under the age of 18 years who is required to attend school under the provisions of the Education Code. The Fair Labor Standards Act (FLSA) also prohibits the employment of minors under the age of 14.

Before employing a minor, Fast Response must acquire the required work permits. Permits are required year-round, even when school is not in session. A *Statement of Intent to Employ Minor and Request for Work Permit (Form B1-1)* must be completed by the minor and signed by their parent /legal guardian and the Company. Once the student files the *Form B1-1* with the school district, the district will issue a work permit (*Permit to Employ and Work (Form B1-4)*, which will specify the maximum number of hours of work allowed per day when school is in session and it will specify the expiration date of the permit. Minors requesting work permits must have the names of the Company's workers' compensation carrier on the *Form B1-1* and the Company must carry workers' compensation insurance for the minor. Every employer must have a *Form B1-4* on file in the workplace for each minor. These records need to be open at all times for inspection by the school authorities and officers of the Division of Labor Standards Enforcement (DLSE).

The total number of hours a minor may work, as well as the permitted spread of hours, varies depending on the age of the minor and the time of year in which work will be performed. It is a misdemeanor to require any minor to work more than 8 hours in a day. Also, minors may not be employed for the purpose of driving a motor vehicle on public highways and streets. This includes delivering any type of goods from a motor vehicle.

#### Recruitment & Selection

Fast Response seeks qualified job candidates from various sources. All decisions regarding recruitment, selection and placement of employees are made solely on the basis of job-related criteria. Regardless of the sources, all candidates will be considered based on the qualifications they bring to the position for which they are applying.

It is the responsibility of the manager to notify Human Resources (HR) at the earliest opportunity of potential vacancies. The appropriate manager and HR will conduct a joint recruiting and selection program designed to identify the most suitable individual for the position. Notice of job openings may be posted on either the employee bulletin boards, on the Company website or distributed by email. You are encouraged to apply for openings if they meet your job qualifications and you are in good standing. When a personnel vacancy occurs, the appropriate manager and HR will carefully consider those from within the Company who apply for the position along with external applicants.

#### **Background Checks**

Fast Response recognizes the importance of maintaining a safe workplace with employees who are honest, trustworthy, qualified, reliable, nonviolent, and do not present a risk of serious harm to their coworkers or others. The Company also relies upon the accuracy of information contained in the employment application, as well as the accuracy of other data presented throughout the hiring process and employment. Any misrepresentation, falsification, or material omission in any of this information or data may result in the exclusion of the individual from further consideration for employment or, if the person has been hired, termination of employment.

To further these interests, the Company reserves the right to investigate an individual's prior employment history, personal references, educational background, and other relevant information that is reasonably available to the Company. The Company may review an applicant's criminal background, if any, and consumer credit report for employment purposes only concerning credit worthiness, credit standing, and credit capacity. If a background check is conducted, the Company will comply with the federal Fair Credit Reporting Act and applicable state laws, including providing the applicant with any required notices or forms. Consistent with these practices, job applicants may be asked to sign an Authorization and Release Form. If the Company takes an adverse employment action based in whole or in part on the consumer credit report, a copy of the report and a summary of the applicant's rights under the Fair Credit Reporting Act will be provided as well as any other documents required by law.

#### Rehires

Upon termination of employment, all benefits cease on the date of termination or the end of the month following termination, depending on the benefit plan. If an employee is rehired within 30 days of the termination, lost accumulated benefits at the time of the termination will be restored unless otherwise required by law or the applicable benefit plan. If an employee is rehired more than 30 days after the termination date, no previously earned benefits that were lost will be restored unless otherwise required by law or the applicable benefit plan.

#### New Hire Orientation & Introductory Period

As a new employee, you will be provided with an orientation meeting and or orientation materials. The orientation is designed to acquaint you with Fast Response and its policies as well as discussion of several legally required forms/notices that must be given to you. Your manager will be responsible for ensuring that orientation takes place. In addition, your manager will ensure that you receive an introduction within the Company and you are provided with information regarding your specific job duties and responsibilities.

The first 3 months of employment are considered an introductory period for all newly hired employees. During this time, you will learn your new responsibilities, get acquainted with fellow employees, and Fast Response will determine whether your performance meets their needs. Completion of the introductory period does not entitle you to remain employed by the Company for any definite period of time. Performance will be assessed on an ongoing basis. Both you and

the Company are free, at any time, with or without notice and with or without cause, to end the employment relationship.

## Instructors and their Disciplines

All new instructors must successfully complete the instructor monitoring program in their respective discipline(s). Instructors must teach a minimum number of classes to remain employed.

All new instructors will be required to sign a teaching agreement that clarifies and details the requirements and duties of each teaching discipline.

Instructors will be required to purchase teaching materials and uniforms for use in their discipline.

## Hiring of Relatives

Our goal is hire the best-qualified person for every job at Fast Response. Job applicants who are immediate family members, relatives, or persons having significant personal relationships with Fast Response employees are evaluated on their own merit, as are all applicants. The Company permits the employment of qualified relatives of employees so long as such employment does not, in the opinion of the Company, create actual or perceived conflicts of interest. For the purpose of this policy, "relatives" are defined to include spouses, registered domestic partners, siblings, parents or any other person who is related by blood or marriage, or whose formal relationship with the employee is similar to that of persons who are related by blood or marriage such as registered domestic partners.

The Company will exercise sound business judgment in the placement of related employees in accordance with the following guidelines:

• Fast Response employees must not have direct reporting or contractual relationship with any relative, or any person with whom they have a significant personal relationship. Significant personal relationships include, but are not limited to, registered domestic partnerships, dating relationships and business partnerships.

#### Equal Employment Opportunity (EEO) & American with Disabilities Act (ADA)

It is the policy of Fast Response to provide equal employment opportunities to you and employment applicants without regard to race, religion, color, creed, national origin, citizenship status, sex, sexual orientation, age, ancestry, physical or mental disability, medical condition, marital status, registered domestic partner status, veteran status, gender, genetic characteristics, disabled veteran, or any other classification protected by applicable local, state or federal employment discrimination laws. This also includes a perception that a person has any of those characteristics, or is associated with a person who has or is perceived as having any of those characteristics. All such discrimination is unlawful. This policy applies to all aspects of employment, including, but not limited to, hiring, job assignment, compensation, promotion, benefits, training, and termination.

Fast Response is committed to compliance with all applicable laws providing equal employment opportunities. This commitment applies to all persons involved in the Company operations and

prohibits unlawful discrimination by any employee of the Company, including managers and coworkers.

To comply with applicable laws ensuring equal employment opportunities to qualified individuals with a disability, the Company will make reasonable accommodations for the known physical or mental limitations of an otherwise qualified individual with a disability (who is an applicant or an employee) unless undue hardship would result.

Any applicant or employee who requires an accommodation in order to perform the essential functions of the job should contact Human Resources and request such an accommodation. The individual with the disability should specify what accommodation he or she needs to perform the job. The Company then will conduct an investigation to identify the barriers that interfere with the equal opportunity of the applicant or employee to perform his or her job. The Company will identify possible accommodations, if any, that will help eliminate the limitation. If the accommodation is reasonable and will not impose an undue hardship, the Company will make the accommodation.

If you believe you have been subjected to any form of unlawful discrimination, submit a verbal or written complaint to your manager or HR. Your complaint should be specific and should include the names of individuals involved and the names of any witnesses. The Company will immediately undertake an effective, thorough and objective investigation and attempt to resolve the situation. The Company will strive to conduct the investigation in as confidential a manner as possible, but will disclose information as it deems necessary to conduct a thorough, unbiased investigation.

If the Company determines that unlawful discrimination has occurred, effective remedial action will be taken commensurate with the severity of the offense. Appropriate action also will be taken to deter any future discrimination. The Company will not retaliate against you for filing a complaint in good faith and will not knowingly permit retaliation by managers or co-workers.

#### **Personnel Records**

Important events in your employment history with Fast Response will be recorded and kept in your personnel file. Regular performance reviews, change of status records, commendations, corrective action warnings, and educational attainment records are examples of records maintained. You are responsible for notifying Human Resources when you have a change in address, telephone number, and/or family status (births, marriage, death, divorce, legal separation, etc.) because income tax and group insurance may be affected by these changes. This responsibility includes employees on lay-off status and leaves of absence.

You have the right to inspect certain documents in your personnel file and/or payroll records, as provided by law, in the presence of a company representative at a mutually convenient time. No copies of documents in your file may be made, with the exception of documents that you have previously signed. You may add your comments to any disputed item in the file. The Company will restrict disclosure of your personnel file to authorized individuals within the Company. Any request for information contained in personnel files must be directed to Human Resources. Only

Human Resources is authorized to release information about current or former employees. Disclosure of personnel information to outside sources will be limited. However, the Company will cooperate with requests from authorized law enforcement or local, state, or federal agencies conducting official investigations and as otherwise legally required. Current and Past employees requesting copies will be charged .15 cents per copy after the first 5 initial copies.

## **Employee References**

Requests for references must be directed to Human Resources. No other manager, supervisor, or employee is authorized to release references for current or former employees. By policy, the Company discloses only the information permissible under the California state guidelines.

#### **Immigration Law Compliance**

In compliance with the Immigration Reform and Control Act of 1986, each new employee, as a condition of employment, must complete the Employment Eligibility Verification Form I-9 and present documentation establishing identity and employment eligibility. Former employees who are rehired must also complete an I-9 form if they have not completed an I-9 form with the Company within the past three years, or if their previous I-9 form is no longer retained or valid. If you have questions or are seeking more information on immigration law issues, you are encouraged to contact Human Resources. You may raise questions or complaints about immigration law compliance without fear of reprisal.

## III. HOURS OF WORK; WAGE & SALARY POLICIES

#### Hours of Work & Work Schedules

Because of the nature of our business, your work schedule may vary depending upon your job. Our normal workweek consists of forty hours, worked eight hours per day for five consecutive days. The definition of a workweek is Monday morning at midnight until Sunday night at midnight. The business is open between the hours of 8:00 a.m. and 6:00 p.m. (PST), Monday through Friday. The definition of a work day is the 24 hour period from midnight to midnight.

The Company reserves the right to set work schedules as deemed necessary to maintain quality customer service and efficient day-to-day operations. Work hours are set by each employee's manager or department head. This may require altering starting and ending times and/or the total hours you are scheduled to work to meet scheduling or other needs. Notice will be given as far in advance as possible.

- <u>Lunch break</u> Lunch breaks should be arranged to be taken between the hours of 11:00 am and 1:30 pm and should be coordinated by each manager (but no later than the 5<sup>th</sup> hour of the work day). Non-exempt employees are required to take at least a ½ hour unpaid lunch break each day and must record their lunch break on their timesheet. All employees are expected to return to work promptly at the end of their lunch break.
- Rest period Non-exempt employees are required to take a 10 minute rest period for every 4 hours worked. If you work six or more consecutive hours, you are entitled to two 10 minute rest breaks.

With the exception of lunch breaks and rest periods, you are expected to focus on your assigned area(s) of responsibility, continuing to work until the end of your assigned work schedule.

Exchanging work schedules with other employees is discouraged. However, if it is necessary to exchange schedules, you must notify your manager, who may authorize an exchange, if practical. Work schedule exchanges will not be approved for mere convenience, if the exchange will result in the disruption of or interference with normal operations, or will result in excessive overtime.

#### Paydays & Timesheets

All employees will be paid bi-weekly (26 pay periods per year) on Friday for the period which ended the previous Sunday. If a regular payday falls on a holiday, you will be paid on the preceding workday. If there is an error on your check, you should report it to the Payroll Administrator immediately.

All exempt and non-exempt employees are required to report their time worked by entering their time into the digital timeclock each day. You must punch in and out at lunch and back in after lunch. Overtime must be pre-approved in writing. All supervisors must submit their changes and approvals into the payroll department by Monday at 10:00 a.m. the Sunday before the customary payday. If you cannot punch in because you are teaching, you must submit your hours on a hard

copy timesheet to your supervisor within 24 hours of your class. Timesheets are the property of Fast Response.

All employees will be paid bi-weekly (26 pay periods per year) on Friday for the period which ended the previous Sunday. If a regular payday falls on a holiday, you will be paid on the preceding workday. If there is an error on your check, you should report it to the Payroll Administrator immediately.

All non-exempt employees are required to report their time worked by entering their time into the digital timeclock each day or manually record time worked on a pre-approved timesheet.

You are required to take a lunch (please see break and lunch requirements on page 7) and you must punch in and out at lunch and back in after lunch. If you miss a time punch or wish to correct your time worked, you must submit the correct hours and the reason for the missed / corrected punch to your manager in writing. All electronic and paper Timesheets are the property of Fast Response.

Overtime must be pre-approved in writing. All supervisors must submit their changes and approvals into the payroll department by Monday at 10:00 a.m. the Sunday before the customary payday. If you cannot punch in because you are teaching, you must submit your hours on a hard copy timesheet to your supervisor within 24 hours of your class.

If you planning to be out on vacation you should submit a Request for Time Off Form (found in the 'public' network folder) for the vacation period prior to leaving on vacation to your manager for approval. If you are absent due to illness you should submit a Payroll Action Form upon return to work to your manager for approval.

For non-exempt employees, timesheets must have signed approval from your manager prior to submission to Human Resources. <u>Any overtime shown on the timesheet must be approved in writing, in advance.</u> The timesheet is a legal record of the hours you are at work, and your paycheck is based on the time recorded on the timesheet. Every effort must be made to ensure it is complete, accurate and submitted on time.

#### **Performance Reviews**

The performance review is intended as a source of communication between you and your supervisor and to evaluate your performance, define goals, commend your strengths and point out areas for improvement and development. You will have an informal review by your manager at approximately the end of the 90-day introductory period. After that review, your performance evaluation will be conducted annually, on or around the anniversary date of your date of hire with the Company. The frequency and time of your performance evaluations may vary depending upon length of service, job position, past performance, changes in job duties, or recurring performance problems.

The performance review is based on your job description, which outlines your most important job duties, and the accomplishment of specific goals or projects. Your input and participation is vital in the planning process.

After the review, you will be required to sign the performance review to acknowledge that it has been presented to you, that you have discussed it with your manager, and that you are aware of its contents.

Pay increases are not a part of performance reviews. Positive performance reviews do not guarantee an increase in pay, promotion or continued employment. The completed Performance Review goes into your personnel file and may be considered in determining your training needs, eligibility for promotion, eligibility for transfer and continued employment.

#### Work Assignments & Job Descriptions

To ensure that our customers are provided the best possible service, work assignments are based on matching employee qualifications with customer and company needs. From time to time it may be necessary to reassign you to a different department, location, or job responsibility. Such assignments will be made at the discretion of your manager or department head.

When available, job descriptions may be used at Fast Response in several different ways. They are helpful in staffing, wage and salary administration, training and determination of work needs. They also help you and your manager communicate about job responsibilities. However, job descriptions are not fixed company policy; they are only guidelines and can normally be expected to change over time. The Company reserves the right, at any time, with or without notice, to alter or change your job responsibilities, reassign or transfer your job position, or assign additional responsibilities to you. Also, from time to time, you may be asked to perform duties and handle responsibilities that are not contained in your job description, to help on a special project, or assist with other work important to the operation of your department or the Company. Your cooperation and assistance in performing additional work is expected. If these additional duties and responsibilities become and remain a significant part of you assignment, your job description may be changed.

#### Compensation Administration & Pay Raises

We strive to compensate Fast Response employees in a manner that is competitive in our industry and community, recognizing individual effort and contribution to company success. Salary ranges may be maintained for various job classifications. These ranges may be reviewed and modified to reflect various factors including current job market conditions.

#### **Promotions, Transfers & Job Postings**

Fast Response wants to promote the most capable and experienced individuals, based on demonstrated ability, to assume greater responsibility within the Company. At the same time, we may need to recruit and hire outside Fast Response to attract the most qualified individual for a particular opening. Therefore, we may post current job openings, at the same time we notify outside recruiting sources. In every case, we will fill positions with the most qualified individuals, which will not always be the internal candidate.

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Fast Response supports internal job transfers for its employees as part of their development and growth. For business stability, Fast Response employees are asked to remain in a position for a minimum of one year before seeking other opportunities. It can often take several months to learn a job and then begin to add extra value. It is felt that the employee should commit to the Company for that duration for business stability and maximized contribution. Any exceptions to this must be reviewed and approved by senior management.

## Overtime for Non-Exempt Employees

Employees may be required to work overtime as necessary. The Company will attempt to distribute overtime evenly and accommodate individual schedules. All overtime worked by non-exempt employees must be authorized in advance in writing by their manager.

Where overtime is authorized:

- Non-exempt employees will be paid <u>time-and-one-half</u> for:
  - O Hours worked in excess of 8 hours in one day up to and including the 12<sup>th</sup> hour worked in any workday;
  - o All hours worked in excess of 40 per week;
  - o The first 8 hours worked on the  $7^{th}$  consecutive day of the workweek.
- Non-exempt employees will receive <u>double</u> their regular rate of pay when:
  - o Hours worked in excess of 12 per day;
  - o Hours worked in excess of 8 on the 7<sup>th</sup> consecutive day of the workweek.

Only hours actually worked will be used to calculate overtime pay. Thus, holiday pay, vacation pay, etc., will not be used in calculating overtime.

Exempt employees are, by definition, exempt from state and federal overtime laws. Exempt employees may have to work hours beyond their normal schedules, as work demands require. No overtime compensation will be paid to exempt employees.

#### Makeup Time for Non-Exempt Employees

Fast Response may allow the use of makeup time when non-exempt employees need time off to tend to personal obligations beyond the time normally made available by Company policy. Makeup time worked will not be paid at an overtime rate. Employees may take time off and then makeup the time later in the same workweek, or may work extra hours earlier in the workweek to makeup for the time that will be taken off later in the workweek. Makeup requests must be submitted in writing to the employee's manager with the employee's signature. Requests will be considered for approval based on legitimate business needs of the Company at the time the request is submitted. A separate written request is required for each occasion the employee requests makeup time.

If the employees request time off that they will make up later in the week, they must submit their request at least 24 hours in advance of the desired time off. If they request to work makeup time first in order to take time off later in the week, they must submit their request at least 24 hours before working the makeup time. The employees' makeup time request must be approved in writing before they take the requested time off or work makeup time, whichever is first. All makeup time must be worked in the same workweek as the time taken off. The Company's seven-day workweek is Monday through Sunday. Employees may not work more than 11 hours in a day or 40 hours in a workweek as a result of making up time that was or would be lost due to a personal obligation.

If employees take time off and are unable to work the scheduled makeup time for any reason, the hours missed will normally be unpaid, unless they arrange with their manager to makeup another time during the same week. If employees work makeup time in advance of time they plan to take off, they must take that time off, even if they no longer need the time off for any reason. An employee's use of makeup time is completely voluntary.

## **Deductions for Exempt Employees**

Employees paid on a "salaried basis" regularly receive a predetermined amount of compensation each pay period and are exempt employees. Subject to the exceptions listed below, a salaried exempt employee will receive his/her full salary for any workweek in which he/she performs any work, regardless of the number of days or hours worked. A salaried exempt employee may not be paid for any workweek in which he/she does not work, subject to Company benefits programs and policies.

No deductions from salary may be made for time when work is not available, provided the salaried exempt employee is ready, willing and able to work. Deductions from pay are permissible when a salaried exempt employee:

- Is absent from work for one or more full days for personal reasons other than sickness or disability;
- Is absent for one or more full days due to sickness or disability if the deduction is made in accordance with a bona fide plan, policy or practice of providing compensation for salary lost due to illness;
- Is absent for jury duty or military duty for a full week and performs no work during the week; or
- Works less than a full week during the initial or final week of employment.

It is Company policy to comply with these salary basis requirements. Therefore, Fast Response prohibits all Company managers from making any improper deductions from the salaries of exempt employees. The Company wants employees to be aware of this policy and know that the Company does not allow deductions that violate federal or state law.

If you believe that an improper deduction from your salary has been made, you should immediately report this information to your manager or to Human Resources.

Reports of improper deductions will be investigated promptly. If it is determined that an improper deduction has occurred, you will be promptly reimbursed for any improper deduction made.

## Payroll Deductions & Direct Deposit

Your earnings and payroll deductions are shown on your paycheck. Deductions required or requested are as follows:

Required by Law
Federal Income Tax
State Income Tax
Social Security (FICA)
State Disability Insurance
Family Temporary Disability Insurance
Medicare
Vehicle Registration Collections

Authorized by Employee
Health Savings Account contributions
Health insurance premium
Paycheck Adjustments
401K disbursements
FSA contributions

You can adjust your federal and state income tax withholding by completing the proper federal (W-4) or state form (DE-4) and submitting it to Accounting. At the end of each calendar year, you will be supplied with your Wage and Tax Statement (W-2) form. This statement summarizes your income and deductions for the year. If you have any questions regarding these deductions, please contact HR. All employees are encouraged to use direct deposit and have their paychecks deposited into a checking account of an accredited participating bank.

## Garnishments and Wage Attachments

A garnishment is a court order requiring an employer to remit part of an employee's wages to a third party to satisfy a just debt. A wage attachment for non-payment of federal or state taxes can require us to withhold your entire pay. Once Fast Response receives the legal papers ordering a garnishment, we are required by law to continue making deductions from your check until we have withheld the full amount or until we receive legal papers from the court to stop the garnishment. Even if you have already paid the debt, we still need the legal papers to stop the garnishment.

## IV. STANDARDS OF CONDUCT

Every organization has certain guidelines that were developed to reflect good business practices. In establishing any rules of conduct, Fast Response has no intention of restricting personal rights. We wish to define the guidelines that protect the rights of all employees and ensure maximum understanding and cooperation. Therefore, employees are expected to be:

- On-time and alert when scheduled to be at work.
- Careful, conscientious in performance of duties.
- Thoughtful and considerate of others.
- Courteous and helpful to both clients and other employees.

#### Unlawful Harassment

Fast Response strives to provide all employees with an environment free of sexual or other unlawful harassment. Harassment against individuals on the basis of pregnancy, childbirth or related medical conditions, race, citizenship status, religion, color, creed, national origin, sex, sexual orientation, gender, age, ancestry, political activity, physical or mental disability, marital status, registered domestic partner status, veteran status, genetic characteristics or any other classification protected by applicable local, state or federal employment discrimination laws is illegal and a violation of company policy. Unlawful harassment of any type will not be tolerated at Fast Response. The company's anti-harassment policy applies to all persons involved in the operation of the company and prohibits unlawful harassment by any employee of the company, including managers, co-workers or by any client, vendor, independent contractors or any other person having contact with company employees. It also prohibits unlawful harassment based on the perception that anyone has any of those characteristics, or is associated with a person who has or is perceived as having any of those characteristics.

Prohibited unlawful harassment includes any conduct that has the purpose or effect of unreasonably interfering with an individual's work performance or creating an intimidating, hostile or offensive work environment based on that individual's membership in a protected class. Prohibited unlawful harassment includes, but is not limited to, the following behavior:

- Verbal conduct such as epithets, derogatory jokes or comments, slurs or unwanted sexual advances, invitation, or comments;
- Visual displays such as derogatory and/or sexually-oriented posters, photography, cartoons, drawings, or gestures;
- Physical conduct including assault, unwanted touching, intentionally blocking normal movement or interfering with work because of sex, race, or any other protected basis;
- Threats and demands to submit to sexual requests as a condition of continued employment, or to avoid some other loss, and offers of employment benefits in return for sexual favors; and,
- Retaliation for reporting or threatening to report harassment.

Fast Response will take disciplinary action up to and including the immediate termination of any employee who violates this policy. If you feel that you have been harassed, or that you have witnessed harassment, you should immediately report such conduct either verbally or in writing to your manager, Human Resources or any other management-level employee with whom you feel comfortable. It would be best to communicate your complaint in writing, but this is not mandatory. Your complaint should include details of the incident or incidents, names of individuals involved, and names of any witnesses. Human Resources will investigate all complaints of harassment. The Company will immediately undertake a thorough and objective investigation of the harassment allegations.

If the Company determines that unlawful harassment has occurred, effective remedial action will be taken in accordance with the circumstances involved. Any employee determined by the Company to be responsible for unlawful harassment will be subject to appropriate disciplinary action, up to, and including termination. Human Resources will advise all parties concerned of the results of the investigation. The Company will not retaliate against you for filing a complaint and will not tolerate or permit retaliation by management, employees, or co-workers.

Fast Response encourages all employees to report any incidents of harassment forbidden by this policy immediately so that complaints can be quickly and fairly resolved. You should also be aware that the Federal Equal Employment Opportunity Commission and the California Department of Fair Employment and Housing investigate and prosecute complaints of prohibited harassment in employment. If you think you have been harassed or you have been retaliated against for resisting or complaining, you may file a complaint with the appropriate agency. The nearest agency is listed in the telephone book.

Please contact Human Resources if you have any questions about this policy or the subject of sexual or other harassment.

## Attendance & Punctuality

Punctuality and regular attendance are essential to the proper operation of any business. Any tardiness or absence causes problems for your fellow employees and your manager. When you are absent, others must perform your assigned duties.

You are expected to report to work as scheduled, on time, and prepared to start work. You also are expected to remain at work for your entire work schedule, except for lunch or when required to leave on company authorized business. Late arrival, early departure, or other unanticipated and unapproved absences from scheduled hours are disruptive and must be avoided.

Excess absenteeism is defined as 5 days in any rolling six-month period. Excess tardiness is defined as 3 tardies within any rolling six-month period. You will be placed on a six month probation period if you have excessive absences or tardies. In this probation, if you are absent or tardy, you will be terminated.

If you are unable to report to work for any reason, if you will arrive late, or must leave early, you must notify your manager one hour before start time (in the absence of your manager, you must

notify HR by phone or by email. Texting or leaving a voicemail is not acceptable). Excessive absenteeism or tardiness will not be tolerated and may subject an employee to disciplinary action, up to and including termination.

We reserve the right to require a health care provider's release when an employee returns to work following an one day or more of an absence related to a medical condition or disability.

#### Absence Without Notice

For us to operate our business effectively, you are expected to work your scheduled hours. If you fail to notify us of your absence, after 1 day of an unscheduled absence, we will presume you have resigned, and you will be removed from the payroll.

If you experience an unplanned absence, to avoid an absence without notice, you must directly notify your supervisor or management via e-mail or by phone as soon as possible and no later than 30 minutes prior to your expected arrival time. (Voicemails left or text messages are not acceptable) If you are absent without notice, you will be placed on a six month probation for the first occurrence. If you are absent without notice during this probation period, you will be terminated.

Further, instructors must arrive to class on time or find a replacement if they are unable to teach a class. If you are unable to teach a class, you must first call the Program Coordinator and the Calendar Manager. Then, you must find a replacement instructor who is able to teach at the same or higher skill level. If an instructor does not show up for a class and does not call in to report the absence, the instructor may be subject to disciplinary action. If this situation occurs two times within a one-year period, the instructor will be subject to disciplinary action up to and including termination.

## Dress Code / Personal Appearance of Employees

It is important for all employees to present a businesslike appearance. Therefore, it is the policy of Fast Response School of Health Care Education that each employee's dress, grooming, and personal hygiene should be appropriate to the work environment.

All Employees are required to follow these guidelines. Exceptions and additions for specific departments are listed below. Failure to comply may result in disciplinary action up to and including termination. Any questions or need for accommodation concerning grooming or attire should be directed to your manager or Human Resources.

- (1) Employees are expected to present a professional, businesslike image at all times. What is not permitted: clothing that is sheer, or excessively tight, or exposing undergarments or midriff, or low-cut garments which expose cleavage or the buttocks.
- **(2)** Hygiene and Appearance:

- (a) Hair should be clean, combed, and neatly trimmed or arranged. Shaggy, unkempt hair is not permissible regardless of length; Chest hair should be visible only at the collar; men should keep their shirts buttoned up to the second from the top button.
- (b) Sideburns, moustaches, and beards should be neatly trimmed;
- (c) Tattoos and body piercings (other than earrings) should not be visible;
- (d) In courtesy to those who suffer from allergies, please do not wear strong perfumes, colognes, or scented lotions to the office.
- (e) Underwear must not be visible.
- (2) At its discretion, the Company may allow employees to dress in a more casual fashion than is normally required. On these occasions, employees are still expected to present a neat appearance and are not permitted to wear ripped, faded, worn, torn or disheveled clothing, or athletic wear.
- (3) Any employee who does not meet the standards of this policy and if clothing is inappropriate, the company will be required to take corrective action, which may include a written warning and leaving the premises to change clothing. Nonexempt employees (those employees subject to the minimum wage and overtime requirements of the Fair Labor Standards Act) will not be compensated for any missed work time due to violation of the dress code.
- (4) Unless an employee has a medical condition or religious practice preventing compliance, which has been disclosed to their supervisor or Human Resources, every employee is expected to follow these guidelines.
- (5) Administrative Staff: Employees are expected to dress in a manner that is normally acceptable in similar business establishments. See-through or spandex clothing is never appropriate. Employees who have regular contact with the public must comply with the following personal appearance standards:
- (a) Pants, etc: Slacks that are similar to Dockers, wool pants or nice looking dress pants are acceptable. Casual dresses and skirts are acceptable. Inappropriate pants include jeans, sweatpants, exercise pants, leather, shorts, and overalls. Mini-skirts, skorts, sun dresses, beach dresses and spaghetti-strap dresses are inappropriate for the office. Dress and skirt length should be at a length at which you can sit comfortably in public; short, tight skirts should never be worn.
- **(b)** Tops: Casual shirts, dress shirts, sweaters, tops, golf-type shirts, and turtlenecks are acceptable attire for work. Most suit jackets or sport jackets are also acceptable. Inappropriate attire includes tank tops, midriff or low-cut tops, shirts with potentially offensive material, halter-tops, sweatshirts, and t-shirts unless worn under an appropriate blouse, shirt, jacket, or dress.
- **(c)** Shoes: Loafers, clogs, boots, flats, dress heels and leather -type shoes are appropriate. Wearing no stockings is acceptable in warm weather. Athletic shoes, thong-style flip-flops, slippers are not acceptable.

- **(d)** Other: Employees should not wear novelty buttons, baseball hats or caps, or similar casual accessories that do not present a businesslike appearance.
- **(6) Faculty:** All instructors must wear close-toed shoes at all times. Instructors may choose to adhere to either department or Administrative staff policies during meetings or while performing administrative duties.

## (6a) Continuing Education / Allied Health Programs Instructors:

- (a) Upon hire, instructors will receive a Fast Response School of Health Care Education long –sleeved, black button down shirt. . The shirt must be clean, pressed and worn at all times while instructing. Additional shirts may be purchased by the instructor.
- (b) It is recommended that instructors wear khakis or dress pants. Skirts are acceptable so long as they are no shorter than 3" above the knees. Instructors are not allowed to wear jeans.

## (6b) Phlebotomy Instructors:

(a) Scrubs must be worn at all times while instructing. Additional scrubs may be purchased by the instructor. Additionally, instructors must wear a lab jacket while instructing in the clinical lab setting.

#### (6c) Emergency Medical Technician Instructors:

- (a) Upon hire, instructors will receive one Fast Response School of Health Care Education shirt. This shirt must be worn at all times while instructing. Additional shirts may be purchased by the instructor.
- (b) It is recommended that instructors wear khakis, dress pants or similar attire. Skirts and shorts are acceptable so long as they are no shorter than 2" above the knees. Instructors are not allowed to wear jeans.

#### (7) Medical Assistant Instructors:

(a) Scrubs must be worn at all times while instructing. Additionally, instructors must wear a lab jacket while instructing in the clinical lab setting.

#### (8) Sterile Processing Instructors:

- (a) Scrubs must be worn at all times while instructing. Additionally, instructors must wear a lab jacket while instructing in the clinical lab setting.
- (9) Employees who do not regularly meet the public should follow basic requirements of safety and comfort, but should still be as neat and businesslike as working conditions permit.

#### Driving While at Work

Employees who are required to drive a motor vehicle on company business are required to show proof of a current valid driving license and current effective insurance coverage before the first day of employment. The Company retains the right to transfer an employee to an alternate position, suspend an employee, or terminate an employee whose license is revoked or who fails to maintain personal automobile insurance coverage.

Employees who drive in the course of work are required to provide a yearly DMV Motor Vehicle Record printout and proof of auto insurance to management for review. You are responsible for maintaining a vehicle in good working order that is properly and regularly serviced and is in compliance with all state law concerning motor vehicles.

If your work requires that you drive your own vehicle, your own insurance carrier must cover you. If you drive a third party vehicle in the course of business, you should ensure that the owner of the vehicle provides adequate insurance coverage. Employees are responsible for costs associated with any moving violation citations, parking or other fines that may occur when operating their own vehicle for business.

Employees and their passengers must observe motor vehicle safety practices including the use of seat belts while driving on Company business.

Accidents must be reported to HR immediately, if possible, but no later than 24 hours after the accident. If you are involved in an accident while driving on company business, you must follow whatever local rules apply to reporting the accident. You must also immediately report the accident to your manager.

## Prohibited Use of Company Cell Phone While Driving

In the interest of the safety of our employees and other drivers, Fast Response employees are prohibited from using cell phones while driving on company business and/or company time.

If your job requires that you keep your cell phone turned on while you are driving, you must use a hands-free device and safely pull off the road before conducting company business. Under no circumstances should employees place phone calls while operating a motor vehicle while driving on company business and/or company time.

#### **General Standards of Conduct**

Groups of people who are working together for any purpose require certain guidelines pertaining to their conduct and relationships. Accordingly, our employees must be aware of their responsibilities to Fast Response and to co-workers. We strive to take a constructive approach to disciplinary matters to reasonably ensure that action, which would interfere with operations or an employee's job, are not continued.

Although there is no way to identify every possible violation of standards of conduct, the following is a partial list of infractions that will result in corrective action up to and including termination:

 Falsifying employment application, timesheet, or personnel or other company documents or records.

- Completing or making an entry on another's employee's timesheet.
- Unauthorized possession of company or employee property, gambling, carrying weapons
  or explosives, or violating criminal laws on company premises or while on company
  business.
- Fighting, throwing things, horseplay, practical jokes or other disorderly conduct which may endanger the well-being of any employee on company premises or on company business.
- Engaging in acts of dishonesty, fraud, theft or sabotage.
- Threatening, intimidating, coercing, using abusive or vulgar language, or interfering with the performance of other employees.
- Insubordination or refusal to comply with instructions or failure to perform reasonable duties that are assigned.
- Unauthorized use of company material, time, equipment or property.
- Damaging or destroying company property, or the property of any employee or customer, due to careless or willful acts.
- Conduct that reflects adversely on Fast Response.
- Performance that does not meet the requirements of the position.
- Engaging in such other practices as Fast Response determines may be inconsistent with the ordinary and reasonable rules of conduct necessary to the welfare of the business, its employees, or customers.
- Negligence in observing fire prevention and safety rules.
- Engaging in criminal conduct whether or not it is related to the job.
- Sleeping or malingering on the job.
- Removing documents, materials, supplies, equipment, or merchandise from the premises of the Company or customers without appropriate authorization.
- Harassing, including sexually harassing, employees or students.
- There may exist other circumstances in which Fast Response feels that corrective action is warranted.

Fast Response reserves the right to search employee personal areas such as desks and offices on company premises. The list above is intended to be representative of the types of activities that may result in disciplinary action. It is not intended to be comprehensive and does not alter the employment-at-will relationship between the employee and Fast Response. Additional standards of conduct are described in the sections below.

## Off-Duty Use of Facilities & Company Property

Employees are prohibited from being on company premises outside of normal working hours or making use of company facilities, company property, or company equipment for personal use, unless given explicit permission to do so by management.

Cellular telephones, computers, desks, and other property belong to Fast Response and must be maintained according to company rules and regulations. They must be kept clean and are to be

used only for work-related purposes. Employees are responsible for the well being of equipment issued to them. Any malfunction or breakage must be reported to management immediately. The Company reserves the right to inspect all company property to insure compliance with its rules and regulations, without notice to the employee and/or in the employee's absence. Prior authorization must be obtained before any company property may be removed from the premises by any employee.

## Violence and Other Inappropriate Behavior

Threatening or violent behavior in our workplace is a serious matter. Such conduct places the safety and health of our employees and customers in jeopardy, and will not be tolerated. Employees engaging in such activities will be subject to appropriate corrective action up to and including immediate termination of employment, and perhaps further legal action.

Violent or inappropriate behavior includes, but is not limited to:

- Threats of any kind;
- Threatening, physically aggressive or violent behavior, such as intimidation of, or attempts to instill fear in, others;
- Other behavior including belligerent speech, excessive arguing, or sabotage of company property;
- Defacing company property or causing physical damage to company facilities;
- Bringing weapons or firearms (including hunting rifles) of any kind onto company premises, in company parking lots, in personal or company vehicles, or while conducting company business; and/or,
- Using <u>any</u> object in a threatening or weapon-like manner.

In order to promote a safe and violence-free workplace, we reserve the right to inspect employee desks, offices, packages, and other objects brought onto company property that might conceal weapons. Any employee who does not consent to and fully cooperate with such inspections is subject to corrective action up to and including immediate termination of employment.

If you are threatened, or the victim of a violent act in the workplace, or if you observe behavior that is violent, or potentially violent (as described above), immediately report it to your manager. This includes threats or violent acts by co-workers, customers, visitors, or others who have come onto Fast Response premises as well as occurrences off-premises but during the Company's business/functions.

All reports of workplace violence will be taken seriously and will be investigated promptly and thoroughly. We will maintain confidentiality when possible (*i.e.*, release information only to those with a business need-to-know). We will not tolerate retaliation against any employee who reports workplace violence.

Unfortunately, sometimes non-employees may try to bring their personal disputes into our workplace. To protect your safety and the safety of your co-workers, please <u>immediately</u> report to your manager or Human Resources personal situations that may bring violence to our

workplace. Employees who report potential workplace violence from a domestic or personal dispute do not need to fear corrective action or retaliation by the Company.

#### **Ethics**

Fast Response has an excellent reputation for conducting its business activities with integrity, fairness and in accordance with the highest ethical standards. As an employee, you enjoy the benefits of that reputation and are obligated to uphold it in every business activity. Employees are expected to use common sense and good judgment in the way they conduct themselves when on duty or representing Fast Response. Honesty, respect and care in dealings with others on the job in performing your duties, and in dealings with customers, vendors, and visitors should be standard benchmarks of your behavior. It is important to avoid even the appearance of unethical behavior in all business relationships.

If you are ever in doubt whether an activity meets our ethical standards or compromises Fast Response's reputation, please discuss it with your manager, Tom or Cathlin.

Engaging in unethical conduct may result in corrective action up to and including termination of employment. "Unethical conduct" includes but is not limited to:

- Engaging in business conduct that is damaging to our reputation.
- Disclosing or misusing confidential or proprietary information belonging to Fast Response or our customers;
- Promising or giving something of value to anyone doing or seeking to do business with us in order to influence them in matters relating to us;
- Accepting gifts, entertainment, services, or other benefits where the purpose is to unduly influence our business decisions;
- Selecting vendors based on non-business reasons, such as personal or former non-business relationships;
- Directing business to a relative, friend, or company in which you or one of your family members has a direct or indirect financial or personal interest;
- Representing or discussing company affairs with the media without proper authorization;
- Undermining business decisions;
- Using company confidential information, facilities and supplies, and/or merchandise for personal gain.

#### **Substance Abuse**

Fast Response is concerned about the use of alcohol, illegal drugs or controlled substances as it affects the workplace. Use of these substances, whether on or off the job, can detract from an employee's work performance, efficiency, safety, and health, and therefore seriously impair the employee's value to the Company. In addition, the use or possession of these substances on the job constitutes a potential danger to the welfare and safety of the other employees and exposes the Company to the risks of property loss or damage, or injury to other persons. Therefore, the

use, possession, transfer, sale, purchase or being under the influence of any illegal or unauthorized drug or other intoxicant (including alcohol) while on Fast Response premises, during work hours and/or when performing any company business, including when driving his/her own vehicle or driving a leased vehicle while on company business, is absolutely prohibited. The only exception to this policy is when:

- Prescription medication has been prescribed by a licensed physician and is used strictly in accordance with the prescription instructions; or
- Moderate consumption of alcohol that may be consumed as part of an authorized company social event.

Off-duty substance use or abuse, and the use or misuse of prescription or over-the-counter drugs, are also prohibited to the extent that such use or misuse adversely affects the employee's ability to perform his or her job.

Violation of the Substance Abuse policy may result in disciplinary action up to and including immediate termination of employment. Mandatory participation in and satisfactory completion of an inpatient or outpatient drug or alcohol abuse assistance or rehabilitation program may become a condition of continued employment upon violation of this policy.

Employees are expected to cooperate in the Company's investigation of possible violations of this substance abuse policy. As part of this cooperation, employees must report to their supervisor or Human Resources, or other management personnel, any known or suspected violations of this policy. Moreover, in order to ensure compliance with this policy, Fast Response reserves the right to question any person entering or leaving the work premises, and reserves the right to inspect any desks, offices, or packages a person may be carrying. An employee's refusal to consent to such an inspection or to otherwise cooperate in an investigation conducted under this policy is grounds for disciplinary action, up to and including immediate termination.

Fast Response strongly encourages any employee who suspects he/she may have a problem with alcohol or drugs to seek professional help. If an employee with a substance abuse problem comes forward to seek help before the Company discovers a violation of this policy, the employee will not be disciplined and will be assisted in obtaining treatment. However, once a violation of this policy is discovered, the employee will be subject to disciplinary action, regardless of whether treatment is sought or obtained.

Fast Response complies with the Federal Drug-Free Workplace Act. Any employee convicted of violating a criminal drug statute must notify Human Resources of the conviction within five days. Human Resources, in compliance with Federal law, will notify all Federal sponsoring agencies within ten days after receiving such a notice of a conviction. Failure to report the conviction may result in disciplinary action, up to and including termination of employment. If an employee becomes aware that another employee has been convicted of a drug violation, he or she must immediately report it to Human Resources.

#### Smoking in the Workplace

Fast Response has a responsibility to provide and maintain a healthy and clean working environment for all employees. Therefore, the Company will not allow any smoking in the office at any time. Your cooperation is requested, because this policy must be rigidly enforced to comply with the Company and the State of California health and safety requirements and to maintain proper insurance for our building. Visitors to any of our office areas are also expected to observe the non-smoking designations.

Smoking will be allowed only outdoors. The City of Berkeley ordinance states that there may not be any smoking within 20 feet of a doorway or air vent.

## Proprietary Information & Confidentiality

In the course of your employment with Fast Response, you may have access to confidential information regarding the Company, its business strategy, its future plans, its suppliers, its customers, fellow employees, programs, curricula, products, processes, procedures, materials or other information that we consider proprietary and /or confidential. Maintaining the confidentiality of this information is critical to our competitive position in the industry and, ultimately, to our ability to achieve financial success and stability. You must protect this information by safeguarding it at all times, using it only for the business of the Company and disclosing it only when authorized to do so in connection with your employment and to those who have a legitimate business need to know about it. As a condition of employment with Fast Response, all employees must sign its standard confidentiality agreement. Any breach of this policy will not be tolerated and the Company may take legal action.

## **Intellectual Property**

From time to time, Fast Response employees may create certain intellectual properties such as professional articles and inventions. Where such intellectual properties are created during Fast Response time and/or within the course and scope of Fast Response employment, then such intellectual properties are considered to belong to Fast Response. Accordingly, employees must indicate their acknowledgement of this policy by signing our Confidential Agreement Regarding Creative Works & Inventions.

## Security/Loss Prevention

Fast Response has installed and maintains a security system to protect the premises from fire, unlawful entry and theft. The details of this system are available from your supervisor.

Employees are encouraged to assist management in ensuring that the system is not compromised in any way, shape or form. Tampering with the system will result in immediate termination. Providing unauthorized access to Fast Response or to its security codes and/or keys is strictly prohibited.

Additionally, respect and protection of company property and employee personal property is everyone's concern. Fast Response cannot be responsible for personal belongings while on Fast Response property. Employees are urged to take all necessary steps to safeguard their own property. If you find property that is missing or damaged, please report it immediately to your supervisor.

## Outside Employment/Conflict of Interest

While employed, you are expected to devote your energy to your job with Fast Response.

The following types of additional employment are prohibited:

- Additional employment that conflicts with your work schedule, duties, and responsibilities at our Company;
- Additional employment that creates a conflict of interest or is incompatible with your position with the Company;
- Additional employment that impairs or has detrimental effect on your work performance with the Company; and/or,
- Additional employment that requires you to conduct work or related activities on company property during the employer's working hours or using the company facilities and/or equipment.

Employees who wish to engage in additional employment that may create a real or apparent conflict of interest must submit a written request explaining the details of the additional employment. If the additional employment is authorized, Fast Response assumes no responsibility for it. The Company shall not provide workers' compensation coverage or any other benefit for injuries occurring from or arising out of additional employment. Authorization to engage in additional employment can be revoked at any time.

Additionally, you should avoid entering into transactions where it may appear that you are improperly benefiting from your employment with Fast Response. This includes the use of your relationship with the Company for personal profit or advantage, either directly or indirectly. Situations that may involve a conflict of interest between personal interests and the interests of the Company must be discussed with your manager to protect your interests and the interests of the Company. Written approval must be obtained from Tom or Cathlin. Some examples of possible conflicts of interest would be:

- A job whose activities present an advantage to a Fast Response competitor;
- Having a financial interest in a company which is a competitor of, or a supplier to, Fast Response;
- Providing managerial, consulting or other services to a competitor of Fast Response;
- Accepting gifts or other substantial favors from any outside concern which is seeking to do business with Fast Response; or
- Soliciting business for a competitor; disclosing confidential information for personal advantage.

## Personal Telephone Calls, Web Surfing, and Voice Mail Use

Use of personal cell phones during work hours is not permitted except in the case of an emergency. Generally personal cell phones should be turned off or on silent, and kept in a drawer or off the premises. Personal cell phones should not be used at your desk unless it is for a company purpose, i.e. contacting a staff member off-site. In general, personal cell phones may be not be used when you are on the clock and at your workstation.

Fast Response telephones are to be used for business purposes in serving the interests of our customers and in the course of normal company operations. All calls should be answered promptly and courteously. On occasion, personal calls may be necessary, but we ask your cooperation in limiting them to emergencies or essential business and in keeping them brief (two to three minutes). No long distance calls are permitted unless prior permission to make such a call is received from a manager, and the necessity is apparent, e.g., an emergency.

Personal telephone call privileges are subject to change or termination at any time. For instance, if company telephone lines become overloaded with calls or an employee is found spending more than just limited time on personal calls, this privilege will be revoked either generally or specifically depending upon the circumstances.

Fast Response has invested in our voice mail system for efficiency and to better serve our customers. From time to time, especially when you are on vacation, business trips and Leaves of Absence (LOA), your manager or another employee may listen to your voice mail messages to better serve our customers and other business needs. You should not expect messages left on your voice mail to be private.

Fast Response reserves the right to monitor and/or record all incoming and outgoing calls for training and quality assurance purposes.

All Fast Response employees must limit access to the internet while on the clock, to work-related and management approved sites and projects. It is a violation of company policy to surf the internet during a work shift. If an employee is found to be using the internet or text messaging during a work shift, disciplinary action up to and including termination may result.

## Children & Other Visitors/Equipment Use

While Fast Response recognizes the occasional need for personal visitors, please keep visitors to your work area to a minimum and limit their visits to short duration. In all cases, you are responsible for your visitor's actions, behavior and whereabouts.

Due to the added liability, non-covered persons, children, relatives and other visitors will not have access to Fast Response medical and training equipment without the advance written permission of a Fast Response manager or supervisor.

Children of employees are not allowed to accompany the employee to work. However, where required by law, Fast Response will make all reasonable efforts to accommodate employee needs to take time off to care for their children.

#### Electronic Media

Fast Response uses various forms of electronic communication including, but not limited to; computers, e-mail, telephones, Internet, and cell phones. All electronic communications, including all software, databases, hardware, and digital files, remain the sole property of the Company and are to be used only for Company business and not for any personal use.

The company treats all messages sent, received or stored in any of the electronic communication devices as business messages. The company reserves the right to access and review, copy or delete electronic files, voice mail messages, etc., for any purpose and to disclose them to any party (inside or outside the Company) it deems appropriate. The company further reserves the right to monitor and/or record the use of electronic communications as is necessary to ensure that there is no misuse or violation of Company policy. Use of any of the Company's electronic communications devices in violation of this policy may lead to discipline up to and including immediate termination.

Electronic communication and media may not be used in any manner that would be discriminatory, harassing, or obscene, or for any other purpose that is illegal, against Company policy, or not in the best interest of the Company.

Employees who misuse electronic communications and engage in defamation, copyright or trademark infringement, misappropriation of trade secrets, discrimination, harassment, or related actions will be subject to discipline and/or immediate termination.

- All electronic information created by any employee using any means of electronic communication is the property of Fast Response and remains the property of the Company. Personal passwords may be used for purposes of security, but the use of a personal password does not affect the Company's ownership of the electronic information. Fast Response will override all personal passwords if necessary for any reason.
- Employees are not permitted to access the electronic communications of other employees or third parties unless directed to do so by Company management.
- Employees shall not transfer or store personal data onto company client computers, servers, or backup disks/tapes. This includes personal music (mp3s, etc), videos (mpg, avi, etc) or documents.
- No employee may install or use anonymous e-mail transmission programs or encryption of e-mail communications, except as specifically authorized by the owners.

- Social Networking" websites such as Facebook, Twitter, MySpace, LinkedIn, etc are specifically prohibited from access by employees for additional company security.
- Employees who use devices on which information may be received and/or stored, including but not limited to cell phones, cordless phones, portable computers, fax machines, and voice mail communications are required to use these methods in strict compliance with the trade secrets and confidential communication policy established by the Company. These communications tools should not be used for communicating confidential or sensitive information or any trade secrets.

Access to the Internet, websites, and other types of Company-paid computer access are to be used for Company-related business only.

- Any information about Fast Response, its products or services, or other types of information that will appear in the electronic media about the Company must be approved by the owners before the information is placed on an electronic information resource that is accessible to others.
- Questions about access to electronic communications or issues relating to security should be addressed to the owners.

## **Proprietary Software**

We recognize the following principles as the basis of preventing infringement within our organization:

- We will neither permit nor tolerate the making or use of unauthorized software copies within our organization.
- o We will provide sufficient quantities of legitimately acquired software to meet our software requirements.
- o We will comply with all licensing terms and conditions regulating the use of software that we acquire.
- We will enforce strong controls within our organization to prevent the making or using of unauthorized software, including audits of all computer systems. Unauthorized software will be removed immediately. Disciplinary action will be taken against all persons found to be in violation of this Proprietary Software policy.
- o Employees may not install personal software on Company computer systems.

Software not purchased by Fast Response must be approved prior to being used on any company equipment.

#### Solicitations & Distributions

Solicitation and distribution of literature in the workplace can be disruptive and interfere with work. To avoid disruption to and interference with Fast Response School of Health Care

Education's operations, the following rules regarding solicitation and distribution of literature have been established and will be strictly enforced:

- 1. Non-employees may not solicit or distribute non-work related literature on Fast Response's premises at any time for any purpose.
- 2. Employees may not solicit or distribute non-work related literature during working time for any purpose. (Working time does not include lunch periods, work breaks, or any other periods in which employees are not on duty.)
- 3. Employees may not distribute non-work related literature at any time in working areas.
- 4. Employees may not use Company equipment or systems, including but not limited to computers, e-mail, telephones, voice-mail, copiers, scanners, and fax machines to prepare, send, or receive solicitation or non-work related literature.
- 5. Employees may not post any non-work related literature, articles, pamphlets, or solicitations on desktops, or company bulletin boards without prior express approval of management.
- 6. Employees may put literature (which has had prior approval) in the break area in the warehouse.

Violation of this policy may result in disciplinary action, up to and including termination.

#### Personal Relationships in the Workplace or Fraternization

The employment of relatives or individuals involved in a dating relationship in the same area of an organization may cause serious conflicts and problems with favoritism and employee morale. In addition to claims of partiality in treatment at work, personal conflicts from outside the work environment can be carried over into day-to-day working relationships

For purposes of this policy, a relative is any person who is related by blood or marriage, or whose relationship with the employee or student is similar to that of persons who are related by blood or marriage. A dating relationship is defined as a relationship that may be reasonably expected to lead to the formation of a consensual "romantic" or sexual relationship. This policy applies to all employees without regard to the gender or sexual orientation of the individuals involved.

A manager or supervisor or instructor who becomes romantically involved with someone he/she supervises or teaches or with someone whose terms and conditions of employment or academic outcome he/she has the ability to influence, exposes himself/herself and the Company to charges of favoritism, improper use of authority, and possibly sexual harassment. Even when there is no inappropriate conduct involved, management fraternization with a subordinate employee or student may appear to others to involve improper use of authority.

In order to avoid the dangers of management fraternization with a subordinate employee, and to help prevent even the appearance of improper conduct, it is the Company's policy that managers, supervisors, instructors or any other employee who has the authority to directly or indirectly affect the terms and conditions of another's employment or academic outcome shall not fraternize with that employee. The fraternization prohibited by this policy includes dating, romantic involvement, sexual relations, or the exchange of affections. The Company does not intend this fraternization policy to otherwise discourage friendship or social activities among Company employees.

This Policy applies to all Company employees. Should a personal relationship prohibited by this policy be contemplated, the supervisor, manager or instructor involved is required to notify his or her manager immediately. Where a personal relationship prohibited by this policy exists, the Company shall take whatever action it believes is necessary to remove the parties from any continued supervisory lines of authority between them. The Company recognizes that the question of whether a relationship constitutes fraternization or simply a social relationship is a very personal issue. However, because of the potential for inappropriate conduct, you are encouraged to bring any questions you may have regarding fraternization to the attention of your Supervisor, Department Manager or to the Human Resources Director. This fraternization policy in no way constitutes a contract of employment and does not alter, modify, or otherwise change the employees' at-will employment relationship with the Company

If a relative relationship or dating relationship is established after employment between employees who are in a reporting situation described above, it is the responsibility and obligation of the supervisor involved in the relationship to disclose the existence of the relationship to management and management will decide who is to be transferred or, if necessary, terminated from employment.

In other cases where a conflict or the potential for conflict arises because of the relationship between employees, even if there is no line of authority or reporting involved, the employees may be separated by reassignment or terminated from employment.

#### **Progressive Discipline & Corrective Action**

Violations of our standards of conduct may result in one of the following forms of progressive discipline: counseling or verbal warning, written warning (the written warning should include the performance problem, our expectations, a time frame for improvement, and the consequences if there is no improvement), suspension, or discharge. The system is not formal and Fast Response may, in its sole discretion, utilize whatever form of discipline is deemed appropriate under the circumstances, up to, and including, termination of employment. In arriving at a decision for proper action, the following will be considered: the seriousness of the infraction, the past record of the employee, and the circumstances surrounding the situation. The company's policy of corrective actions in no way limits or alters the at-will employment relationship.

## V. EMPLOYEE COMMUNICATIONS

## **Complaint Procedure**

Under normal conditions, if you have a job-related problem, question or complaint, you should discuss it with your manager. The simplest, quickest and most satisfactory solution will often be reached at this level.

If the discussion with your manager does not answer your question or resolve the matter to your satisfaction, you may then present your complaint, orally or in writing, to the next higher level of management. If the matter is still not resolved satisfactorily, you may present your complaint in writing to Tom Peck or Cathlin Torrence who will render a final decision on the matter after appropriate investigation.

When the issue personally involves the manager with whom you would ordinarily discuss a problem, you may bypass that individual and proceed to the next person in authority without fear of reprisal. At any time, you may seek the advice and guidance of Human Resources. Difficulties in using this complaint procedure should be brought to the attention of Human Resources.

## **Open Door Communication**

Fast Response employees are encouraged to share their concerns, seek information, provide input and resolve problems/issues through their immediate manager; and, as appropriate, consult with any member of management toward those ends.

In order to maintain an atmosphere where these goals can be accomplished, we strive to provide a workplace that is comfortable and progressive. Most importantly, we have a workplace where communications are open and problems can be discussed and resolved in a mutually respectful atmosphere taking into account individual circumstances and the individual employee. We firmly believe that by our communicating with each other directly, we can continue to resolve any difficulties that may arise.

Your suggestions and comments on any subject are important to us, so we encourage you to take every opportunity to discuss them with us. We are always interested in your constructive ideas and suggestions for improving our business. Your job will not be adversely affected in any way because you use the open door procedure.

If, for any reason, you feel this philosophy is not occurring in your work group, please feel free to discuss this with your manager, Tom or Cathlin.

<u>Managers</u> are expected to listen to employee concerns, to encourage their input, and to seek resolution of their problems or issues.

## Suggestions

We encourage you to tell us about any suggestions or ideas that you feel would benefit Fast Response. We are always looking for ways that improve methods, procedures and working conditions; reduce costs or errors and benefit Fast Response, its employees and its patients.

For your convenience, a form entitled "Fast Response Bright Idea/ Problem Form" is available if you choose to provide written suggestions, which may be submitted anonymously. The forms are available in the office and at other sites frequented by employees.

#### Bulletin Board, Memos, Emails, Policies and Procedures

Fast Response uses bulletin boards, memos and emails to communicate important company information such as safety rules and management memos. It is expected that Fast Response employees keep current with new and changing policies and procedures as well as acknowledge new entries each month.

#### **Client and Vendor Relations**

Fast Response's reputation has been built on high quality products and excellent service. Maintaining this reputation requires the active participation of every employee.

The opinions and attitudes that clients, vendors, government officials or customers have toward our Company may be determined for a long period of time by the actions of one employee. It is sometimes easy to take a client for granted, but when we do, we run the risk of losing not only that client, but his or her associates, friends and family who may also be clients, prospective clients or contacts.

Each employee must be sensitive to the importance of providing courteous treatment in all working relationships.

## VI. EMPLOYEE BENEFITS & SERVICES

Fast Response recognizes that employees need financial protection in the event of illness or injuries that result in medical expense and loss of income. Providing adequate, cost-effective medical insurance protection is a concern of the Company.

The Company also provides insurance programs as mandated by state and federal regulations for all employees. From time to time, benefits may be added or deleted from the benefits package. The Company reserves the right to make such changes, as well as to change insurance carriers, coverage, eligibility requirements, and/or payment of premiums on behalf of employees at our discretion as deemed appropriate by the Company.

Our group health insurance plans may be continued if an employee leaves Fast Response under circumstances described by federal law. The employee will receive a detailed explanation of this privilege upon termination. The existence of these employee benefits and plans, in and of themselves, does not signify that an employee will be employed for the requisite time necessary to qualify for these benefits and plans.

This section is simply a summary of available benefits. The Plan Documents control the participation and eligibility for benefits.

## **Medical Insurance Benefits**

Fast Response provides group insurance for employees working a regular schedule of 32 hours per week or more through Northern California Kaiser Permanente. To assist full-time employees (40 hours per week) with the cost of insurance, the Company pays a flate rate contribution towards either a Kaiser premium or an Health Savings Account .

Coverage begins on the first day of the month following your introductory period of 90 days. For managers, coverage will begin on the first day of the month following a 30 day waiting period. In the event of an increase in medical insurance premium rates, you may be required to contribute to the cost of increased premiums to retain coverage.

If you do not complete and submit your medical insurance forms within 20 days of your eligibility date, you will not be eligible for coverage until the next open enrollment period. You will be provided with a Summary Plan Description for each benefit plan. Please see Human Resources if you have any questions about the Company's insurance plans.

## Social Security Insurance (FICA)

During your employment, you and the Company both contribute funds to the Federal government to support the Social Security Program. This program is intended to provide you with retirement benefit payments and medical coverage once you reach retirement age.

## Unemployment Insurance

The Company pays a state and federal tax to provide employees with unemployment insurance coverage in the event they become unemployed through no fault of their own or due to circumstances described in law. This insurance is administered by applicable state agencies, which determine eligibility for benefits, the amount of benefits (if any), and duration of benefits.

# State Disability Insurance

These state sponsored programs provide for temporary disability benefits for employees unable to work because of disability due to a non-occupational accident or illness. These programs are financed through deductions from each employee's taxable earnings and through employer

contributions as established by law in each particular state. Benefits are not automatic. Employees must complete the required form to receive benefits; forms are available from Human Resources.

# Paid Family Leave Program (Family Temporary Disability Insurance)

Within the state disability insurance program, a family temporary disability insurance program has been established which is called the paid family leave program. The paid family leave program provides up to 6 weeks of wage replacement benefits to workers (within a 12-month period) who take time off work to care for a seriously ill child, spouse, parent, domestic partner, or to bond with a minor child within one year of the birth or placement of the child in connection with foster care or adoption.

#### **COBRA**

Under the provisions of the Consolidated Omnibus Budget Reconciliation Act (COBRA) of 1986, you are entitled to continue your existing coverage under the Company's health insurance plans in the event that your employment with Fast Response ends. Under COBRA, the Company must offer each qualified beneficiary (the employee and any covered dependents) who would otherwise lose coverage under the plan as a result of a qualifying event an opportunity to continue their insurance coverage. A qualifying event is defined as termination of employment, death of covered employee, divorce or legal separation; a dependent child ceases to be dependent, or an employer's bankruptcy. However, you are required to pay the applicable premiums plus a 2% administrative fee. Human Resources will communicate with you in writing regarding your COBRA rights and insurance premiums when you leave the Company.

# Workers' Compensation

All states have Workers' Compensation laws whose purpose is to promote the general welfare of people by providing compensation for accidental injuries or death suffered in the course of employment. These laws are designed to provide protection to workers suffering occupational disabilities through accidents arising out of, and in the course of employment. Fast Response carries Workers' Compensation Insurance for all employees and pays the entire cost of the insurance program. An employee who suffers an injury or illness in connection with the job is usually eligible to receive payment through the insurance company for lost time. In addition to disability payments, necessary hospital, medical and surgical expenses are covered under Workers' Compensation, with payments being made directly to the hospital or physician. Workers' Compensation benefits to injured workers also includes assistance to help qualified injured employees return to suitable employment.

Specific benefits of Workers' Compensation Insurance are prescribed by law depending on the circumstances of each case. To be assured of maximum coverage, all work-related accidents, no matter how small, must be reported immediately to your manager and Human Resources. The injured employee must complete a written Employee's Claim Form (DWC Form1) and return it to HR. HR will file the claim and the matter will be processed and resolved according to law. Ill or injured employees must provide the Company with timely certification from a health care provider regarding the injury or illness.

Workers' Compensation payments, paid by the Company's insurance carrier, begin after the 3<sup>rd</sup> day of illness or injury or immediately if you are hospitalized. If your disability continues beyond 14 days, you will be compensated for the first 3 unpaid days by Workers' Compensation Insurance. Employees on Workers' Compensation disability leave will receive continued benefit coverage on the same basis as an employee taking another leave. Once an employee ceases to be covered by the company health plan he/she may continue coverage through COBRA.

When an employee is unable to work due to a work-related accident or illness, the employee can use accrued sick leave for the first 3 days before Workers' Compensation payments begin. Sick Leave can also be used to pay the difference between the Workers' Compensation payment to which the employee is entitled and his/her full pay, for as long as the accrued sick leave lasts.

Upon submission by the employee of a medical certification that he/she is able to return to work, the employee will be offered the same or similar position held at the time of leaving, unless the same or a similar position no longer exists or the position(s) have been filled in order to avoid undermining the company's ability to operate safely and efficiently, or the employee is not capable of performing the responsibilities of the position upon return. Failure to notify your manager of your return to work status or failing to return to work when released to do so will be considered a voluntary termination without notice.

If, after returning from a Workers' Compensation disability leave, an employee is unable to perform the essential functions of the job because of a physical or mental disability, the Company's obligations to the employee may include reasonable accommodation as governed by the American with Disabilities Act.

Fast Response provides medical treatment for work-related injuries through a medical provider network (MPN), Northern California Kaiser Permanente, which the Company has chosen to provide medical care to injured employees because of their experience in treating work-related injuries.

The Company or its insurer will not be liable for payment of Workers' Compensation benefits for any injury that arises out of an employee's voluntary participation in any off-duty recreational, social, or athletic activity that is not part of the employee's work-related duties.

## Workers Compensation and FMLA/CFRA

Employees who are ill or injured as a result of a work-related incident, and who are eligible for family and medical leave under state and federal law which is the Family Medical Leave Act (FMLA) and the California Family Rights Act (CFRA), will be placed on FMLA/CFRA during the time they are disabled and not released to return to work. The leave under these laws runs concurrently, and eligible employees will be on FMLA/CFRA for a maximum of 12 weeks in a 12-month period.

# VII. LEAVES OF ABSENCE AND TIME OFF

# **Holidays**

Our Company has 9 paid holidays during the calendar year. Unless otherwise stated, those holidays are:

- New Year's Day
- Martin Luther King Jr. Day
- Presidents' Day
- Memorial Day
- Independence Day
- Labor Day
- Thanksgiving Day
- Thanksgiving Friday
- Christmas Day

Beginning on their date of hire, full-time employees working 40 regularly scheduled hours per week, 52 weeks per year, are eligible for 8 hours of holiday pay for each holiday; Four-fifths employees working 32 to 39 regularly scheduled hours per week, 52 weeks per year, are eligible for 6 hours per holiday.

As-needed, part-time and temporary employees are not eligible for paid holidays.

Human Resources will publish a schedule each year stating the designated holidays. You must work your scheduled workday before and after the holiday in order to be paid for the holiday, unless you are on a paid absence (e.g. vacation) with prior written permission from your manager. You must have your time off approved one month in advance. Unless otherwise pre-arranged, in the event a designated paid holiday occurs on a Saturday, the preceding Friday will be observed as the holiday. If the designated paid holiday falls on a Sunday, the subsequent Monday will be observed as the holiday. If your scheduled day off falls on a company paid holiday, you will be paid for the holiday. Employees may not elect financial compensation in lieu of taking time off for a holiday.

## Sick Leave

All full-time employees who work a regular schedule of 40 hours per week or more are granted 6 days of sick leave available on an annual basis, pro-rated accrual per pay period for personal or family illness related absences per year, beginning the first of the month following 90 days of continuous employment. Please notify your supervisor at least 2 hours prior to the start of your shift (preferably by phone) if you will be unable to work due to illness.

Up to two used sick days may be carried forward to the next calendar year.

A maximum of 8 days of sick leave may be accrued. An employee will cease accruing sick leave once the 8-day maximum has been reached. Employees will not be paid for unused Sick Days upon termination.

Sick time coordinates with the Attendance & Punctuality Policy. Employees may be required to present verification that they are fit to return to work after an absence of more than 3 consecutive working days.

You will be required to take accrued and unused sick leave before taking an unpaid leave, or having unpaid absences. Employees who are absent because of their own disability may be eligible for State Disability Insurance (SDI) benefits. SDI payments do not begin until after you have been absent from work for 7 calendar days. If you have accrued paid sick leave, sick leave will be used for the first 7 days before SFI payments begin. If you have no accrued sick leave, any accrued vacation will be used during this waiting period. SDI benefits do not replace all of your usual wages. Your SDI benefits will be supplemented with any accrued and unused sick leave. If you have no sick leave, or once you exhaust your sick leave, accrued and unused vacation will be used to supplement your SDI benefits.

If you are absent for a reason that qualifies you for Paid Family Leave (PFL) payments, and you have not yet accrued or have no vacation available, you are required to use any accrued and unused sick leave during the 7 day waiting period before PFL benefits begins. You must exhaust all paid sick leave before taking any unpaid absences. PFL benefits do not replace all of your usual wages. Your PFL benefits will be supplemented with any accrued and unused sick leave. If you have no sick leave, or once you exhaust your sick leave, accrued and unused vacation will be used to supplement your PFL benefits.

Paid sick leave is a benefit that also covers absences for work related illness or injury. Employees who have a work related illness or injury are covered by Workers' Compensation Insurance. However, Workers' Compensation benefits usually do not cover absences for medical treatment. When you report a work related injury or illness you will be sent for medical treatment, if treatment is necessary. You will be paid your regular wages for the time you spend seeking initial medical treatment. Any further medical treatment will be under the direction of the health care provider. Absences from work for follow-up treatment, physical therapy or other prescribed appointments will not be paid as time worked. If you have accrued and unused sick leave, the additional absences from work will be paid with the use of sick leave. If you do not have accrued, paid sick leave, or if you have used all of your sick leave, you may choose to substitute vacation for further absences related to your illness or injury.

#### Vacation Leave

Full-time employees who work a regular schedule of 40 hours per week or more are eligible for paid vacation leave. Vacation begins to accrue the first of the month following 90 days of employment.

Length of Employment	Annual Accrual
0-2 years (1 <sup>st</sup> 24 mos.)	5 Days
3-8 years	10 Days
9+ years	15 Days

- You may accumulate vacation up to a maximum of 150% of your Annual Accrual. Upon reaching an accumulated total of 150% of your Annual Accrual, you will cease to accrue vacation until your vacation balance is below 150% of your Annual Accrual.
- Please submit your vacation leave request to your manager, in writing, well in advance (at least 2 weeks prior to time off requested) for scheduling purposes. Your vacation request will be given utmost consideration but may be denied due to business needs or staff shortage.
- All vacation requests must be approved in writing by a manager.
- Employees who take any unpaid vacation or unpaid sick within a pay period will accrue vacation at a pro rated basis. You will only accrue vacation for hours that you were paid for.

If a Company paid holiday occurs during your vacation period, you will not be charged for that day as vacation time and will be paid for the holiday.

You are required to take accrued and unused vacation before taking unpaid leave, or having unpaid absences. If you are absent for a reason that qualifies you for Paid Family Leave (PFL) payments, you are required to first use any accrued and unused vacation, up to a maximum of two weeks in a 12-month period. If you do not have accrued vacation, you will be required to use accrued sick leave for the first 7 days before PFL payments begin. PFL benefits do not replace all of your usual wages. Your PFL benefits will be supplemented with any accrued and unused sick leave. If you have no sick leave, or once you exhaust your sick leave, accrued and unused vacation will be used to supplement your PFL benefits.

Employees who are absent because of their own disability may be eligible for State Disability Insurance (SDI) benefits. SDI payments do not begin until after you have been absent from work for 7 calendar days. If you have accrued sick leave, sick leave will be used for the first 7 days before SDI payments begin. If you do not have accrued sick leave, but do have accrued vacation, vacation will be substituted for the unpaid absence. SDI benefits do not replace all of your usual wages. Your SDI benefits will be supplemented with any accrued and unused sick leave. If you have no sick leave, or once you exhaust your sick leave, accrued and unused vacation will be used to supplement your SDI benefits.

# Family & Medical Leave (FMLA & CFRA)

State and federal family and medical leave laws provide up to 12 workweeks of unpaid family/medical leave within a 12-month period, under the following conditions:

- The employee has more than 12 months of service;
- The employee has worked at least 1,250 hours during the previous 12-month period before the need for leave; and
- The employee is employed at a work site where there are 50 or more employees within a 75-mile radius.

Leave may be taken for one or more of the following reasons:

- The birth of the employee's child, or placement of a child with the employee for adoption or foster care;
- To care for the employee's spouse, registered domestic partner, child, or parent who has a serious health condition; or
- For a serious health condition that makes the employee unable to perform his or her job.

For purposes of calculating the 12-month period during which 12 weeks of leave may be taken, Fast Response uses a calendar year.

Under most circumstances, leave under federal and state law will run at the same time and the eligible employee will be entitled to a total of 12 weeks of family and medical leave in the designated 12-month period.

However, leave because of the employee's disability for pregnancy, childbirth or related medical condition is not counted as time used under California law (the California Family Rights Act - CFRA). Time off because of pregnancy disability, childbirth or related medical condition does count as family and medical leave under Federal law (the Family and Medical Leave Act - FMLA) as well as under California's Pregnancy Disability Leave law. Employees who take time off for pregnancy disability and who are eligible for family and medical leave will also be placed on family and medical leave that runs at the same time as their pregnancy disability leave. Once the pregnant employee is no longer disabled, she may apply for leave under the CFRA, for purposes of baby bonding.

Any leave taken for the birth, adoption, or foster care placement of a child does not have to be taken in one continuous period of time. CFRA leave taken for the birth or placement of a child will be granted in minimum amounts of two weeks. However, Fast Response will grant a request for a CFRA leave (for birth/placement of a child) of less than two weeks' duration on any two occasions. Any leave taken must be concluded within one year of the birth or placement of the child with the employee.

The following procedures shall apply when an employee requests family leave:

Please contact Human Resources as soon as you realize the need for family/medical leave.

If the leave is based on the expected birth, placement for adoption or foster care, or planned medical treatment for a serious health condition of the employee or a family member, the employee must notify Fast Response at least 30 days before leave is to begin. The employee must consult with his or her supervisor regarding scheduling of any planned medical treatment or supervision in order to minimize disruption to the operations of Fast Response. Any such scheduling is subject to the approval of the health care provider of the employee or the health care provider of the employee's child, parent, or spouse.

If the employee cannot provide 30 days' notice, Fast Response must be informed as soon as is practical.

If the FMLA/CFRA request is made because of the employee's own serious health condition, Fast Response may require, at its expense, a second opinion from a health care provider that the Company chooses. The health care provider designated to give a second opinion will not be one who is employed on a regular basis by Fast Response.

If the second opinion differs from the first opinion, Fast Response may require, at its expense, the employee to obtain the opinion of a third health care provider designated or approved jointly by the employer and the employee. The opinion of the third health care provider shall be considered final and binding on the Company and the employee.

Fast Response requires the employee to provide certification within 15 days of any request for family and medical leave under state and federal law. The Company may require re-certification from the health care provider if additional leave is required.

If the leave is needed to care for a sick child, spouse, registered domestic partner, or parent, the employee must provide a certification from the health care provider stating:

- Date of commencement of the serious health condition;
- Probable duration of the condition;
- Estimated amount of time for care by the health care provider; and
- Confirmation that the serious health condition warrants the participation of the employee.

When both parents are employed by the Company any request simultaneous leave for the birth or placement for adoption or foster care of a child, the Company will not grant more than 12 workweeks total of family/medical leave for each employee.

If an employee cites his/her own serious health condition as a reason for leave, the employee must provide a certification from the health care provider stating:

- Date of commencement of the serious health condition;
- Probable duration of the condition; and

• Inability of the employee to work at all or perform any one or more of the essential functions of his/her position because of the serious health condition.

Fast Response will require certification by the employee's health care provider that the employee is fit to return to his or her job. Failure to provide certification by the health care provider of the employee's fitness to return to work will result in denial of reinstatement for the employee until the certificate is obtained. The Company reserves the right to require a physical examination by a physician chosen by the Company prior to the employee's resumption of duties.

An employee taking family medical leave will be allowed to continue participating in any health and welfare benefit plans in which he/she was enrolled before the first day of the leave (for a maximum of 12 workweeks) at the level and under the conditions of coverage as if the employee had continued in employment for the duration of such leave. Fast Response will continue to make the same premium contribution as if the employee had continued working. The continued participation in health benefits begins on the date leave first begins under FMLA (e.g., for pregnancy disability leaves) or under the FMLA/CFRA (e.g., for all other familycare and medical leaves. In some instances, the Company may recover from an employee premiums paid to maintain health coverage if the employee fails to return to work following family/medical leave.

Paid leave will be substituted for unpaid leave in the following circumstances:

- Accrued **sick time** must be used during FMLA/CFRA leave. Once accrued **sick time** is used up, the remainder of the FMLA/CFRA leave will be without pay
- Accrued **vacation** must be used for any FMLA/CFRA leave, except leave that is also pregnancy disability leave.

Under most circumstances, upon return from family/medical leave, an employee will be reinstated to his or her original job or to an equivalent job with equivalent pay, benefits, and other employment terms and conditions. However, an employee has no greater right to reinstatement than if he or she had been continuously employed rather than on leave. For example, if an employee on family/medical leave would have been laid off had he or she not gone on leave, or if the employee's job is eliminated during the leave and no equivalent or comparable job is available, then the employee would not be entitled to reinstatement. In addition, an employee's use of family/medical leave will not result in the loss of any employment benefit that the employee earned before using family/medical leave.

Employees on family/medical leave who are not eligible for continued paid coverage may continue their group health insurance coverage through Fast Response in conjunction with the federal COBRA guidelines by making monthly payments to Fast Response for the account of the applicable premium. Payment is due on the same schedule as payments that are made under COBRA. Employees should contact HR for further information.

For employees who are disabled because of illness, injury, or pregnancy related disabilities (a different time frame applies to pregnancy—see below) for more than 12 weeks, the Company will make reasonable efforts to return them to the same or a similar job, subject to staffing and

business requirements. An employee's continued absence from work beyond his/her disability, as determined by his/her physician, will be deemed voluntary termination of employment.

For employees who are disabled because of illness, injury, or pregnancy related disabilities for more than four months, the Company will make reasonable efforts to return them to the same or a similar job, subject to staffing and business requirements. An employee's continued absence from work beyond his/her disability, as determined by his/her physician, will be deemed voluntary termination of employment.

Reinstatement after family/medical leave may be denied to certain salaried "key" employees under the following conditions:

- An employee requesting reinstatement was among the highest-paid 10 percent of salaried employees employed within 75 miles of the work site at which the employee worked at the time of the leave request;
- The refusal to reinstate is necessary because reinstatement would cause substantial and grievous economic injury to Fast Response's operations;
- The employee is notified of Fast Response's intent to refuse reinstatement at the time the Company determines the refusal is necessary; and
- If leave has already begun, Fast Response gives the employee a reasonable opportunity to return to work following the notice described previously.

## Paid Time Off Accrual

Employees on Family and Medical Leave Act/California Family Rights Act leave will not continue to accrue "sick time and vacation time" during unpaid Family and Medical Leave Act/California Family Rights Act leave.

## Intermittent Leave

Employees may take FMLA/CFRA leave intermittently (in blocks of time, or by reducing their normal weekly or daily work schedule) if the leave is for the serious health condition of the employee's child, parent, or spouse, registered domestic partner, or of the employee, and the reduced leave schedule is medically necessary as determined by the health care provider of the person with the serious health condition.

## <u>Carryover</u>

Leave granted under any of the reasons provided by state and federal law will be counted as family/medical leave and will be considered as part of the 12-workweek entitlement in a 12-month period. The 12-month period is measured forward from the date any employee's first Family and Medical Leave Act leave begins. Successive 12-month periods commence on the date of an employee's first use of such leave after the preceding 12-month period has ended. No carryover of unused leave from one 12-month period to the next 12-month period is permitted.

For additional information about eligibility for family/medical leave, contact Human Resources.

# Pregnancy Disability Leave

Pregnancy, childbirth, or related medical conditions will be treated like any other disability, and an employee on leave will be eligible for temporary disability benefits in the same amount and degree as any other employee on leave. For states other than California, HR will help the pregnant employee investigate what state mandated pregnancy disability coverage is available in the particular state.

Any California female employee planning to take pregnancy disability leave should advise HR as early as possible. The individual should make an appointment with HR to discuss the following conditions:

- Employees who need to take pregnancy disability must inform Fast Response when a leave is expected to begin and how long it will likely last. If the need for a leave or transfer is foreseeable, employees must provide notification at least 30 days before the pregnancy disability leave or transfer is to begin. Employees must consult with HR regarding the scheduling of any planned medical treatment or supervision in order to minimize disruption to the operations of Fast Response. Any such scheduling is subject to the approval of the employee's health care provider;
- If 30 days' advance notice is not possible, notice must be given as soon as practical;
- Upon the request of an employee and recommendation of the employee's physician, the employee's work assignment may be changed if necessary to protect the health and safety of the employee and her child;
- Requests for transfers of job duties will be reasonably accommodated if the job and security rights of others are not breached;
- Temporary transfers due to health considerations will be granted when possible. However, the transferred employee will receive the pay that accompanies the job, as is the case with any other temporary transfer due to temporary health reasons;
- Pregnancy leave usually begins when ordered by the employee's physician. The employee must provide Fast Response with a certification from a health care provider. The certification indicating disability should contain:
  - The date on which the employee became disabled due to pregnancy;
  - The probable duration of the period or periods of disability; and
  - A statement that, due to the disability, the employee is unable to perform one or more of the essential functions of her position without undue risk to herself, the successful completion of her pregnancy, or to other persons.
- Leave returns will be allowed only when the employee's physician sends a release;
- An employee will be required to use her accrued sick time and has the option of using her accrued vacation time during a pregnancy disability leave;

- The Company will continue to pay for health insurance for employees on pregnancy leave of absence up to two months. You are not eligible to receive holiday pay while out on pregnancy LOA. No sick hours or vacation hours are earned during a pregnancy LOA.
- Duration of the leave will be determined by the advice of the employee's physician, but California employees disabled by pregnancy may take up to four months. Part-time employees are entitled to leave on a pro rata basis. The four months of leave includes any period of time for actual disability caused by the employee's pregnancy, childbirth, or related medical condition. This includes leave for severe morning sickness and for prenatal care.

Leave does not need to be taken in one continuous period of time and may be taken intermittently, as needed. Leave may be taken in increments of one-half days or less if necessary.

Under most circumstances, upon submission of a medical certification that an employee is able to return to work from a pregnancy disability leave, an employee will be reinstated to her same position held at the time the leave began or to an equivalent position, if available. An employee returning from a pregnancy disability leave has no greater right to reinstatement than if the employee had been continuously employed.

## All Other Unpaid Personal Time Off

**Bereavement** - In the event of a death in your immediate family, the Company grants up to 3 days unpaid, to handle family affairs and attend the funeral. Immediate family for this policy is defined as: spouse, child or stepchild, parents, legal guardian, grandparents, grandchild, brothers, sisters, spouse's parents, spouse's sisters or brothers, son- or daughter-in-law, or registered domestic partner. Bereavement pay will not be paid in addition to any other allowable pay for the same day, such as holiday pay. Your manager may approve additional unpaid time off.

**Jury Duty** – Fast Reponses will grant you 5 days unpaid time off for mandatory jury duty or court appearances as a witness when you must serve or you are required to appear as a result of a court order or subpoena. A copy of the court order or subpoena must be supplied to your manager when requesting time off and you must notify your manager of the need for time off as soon as the notice or summons from court is received. Time off for court appearances as a party to any civil or criminal litigation will not be compensated, and you must arrange for time off without pay or use accrued vacation for such appearances. Exempt employees will be paid in accordance with FLSA compensation requirements.

On the next day following the date of receipt of a summons to serve on a jury or serve as a witness, you should present such summons to your manager. After the period of jury duty or service as a witness is completed, you must furnish the manager with written proof from the court of having served on a jury or served as a witness for the time claimed. You are to be on the job for any working time that you are not required to be in court. You may retain any mileage allowance or other fee paid by the court.

<u>Time Off to Vote</u> - Employees who lack sufficient time outside work hours to vote in local, state and national elections may take up to 2 hours off work with pay at the beginning or end of the day for this purpose. Employees requiring time off must notify their manager at least three days before voting day and must present a voters receipt to their manager on return to work from voting.

# **Unpaid Personal Time Off**

Fast Response may grant you unpaid time off for important personal reasons, provided such time off does not materially affect the normal conduct of the business, service to the customer or operating costs. An employee should use accrued vacation time and/or sick leave if applicable before requesting unpaid personal time off. The employee may request unpaid personal time off from a few hours to five days. In considering a request for unpaid personal time off, the seriousness of the matter prompting the request will be considered by your manager. Such requests should be in response to serious personal needs rather than for occasional time off to rest or relax. Employees are expected to make every effort to schedule dealing with ordinary personal matters outside working hours.

Examples of matters that may initiate a request for unpaid personal time off include: extensive legal affairs, funeral of a friend or relative, doctor's appointment (self/child e.g.) religious holiday, literacy education, or to visit your child's school (see below).

- The Company may make reasonable accommodations for any employee who reveals a literacy problem and requests that the Company assist him/her in enrolling in an adult literacy program, unless undue hardship to the Company would result. The Company will also take reasonable steps to safeguard the privacy of any employee who identifies himself/herself as an individual with a literacy problem. Any employee who wishes to identify himself/herself as an individual with a literacy problem may contact HR. Further, individuals who are performing satisfactorily will not be subject to termination because they have disclosed literacy problems. While the Company generally encourages employees to improve their literacy skills, the Company will not reimburse employees for the costs incurred in attending a literacy program.
- In California, employees can take up to 40 hours each year to visit their child's, custodial child's or grandchild's school. For employees with more than one child, the 40 hours is total, not 40 hours per child. The time off for school activity participation cannot exceed eight hours in any calendar month or a total of 40 hours each school year. Also, if an employee who is the parent or legal guardian of a child facing suspension from school is summoned to school to discuss the matter, the employee should alert his/her manager as soon as possible before leaving work and is allowed that time off without pay. No discriminatory action will be taken against an employee who takes time off for this purpose.

Examples of causes not considered to be reasonable uses of unpaid personal time off include: chronic automobile trouble, non-emergency financial problems, visiting relatives, and seeking employment outside the Company.

# **Other Special Leaves**

Leaves of absence without pay may be granted by law and/or at the Company's discretion to eligible employees to maintain continuity of service in instances where unusual or unavoidable circumstances require prolonged absence. No loss of service credit with the Company will occur as a result of the leave of absence, but no benefit credit will accrue towards sick time and vacation time during the duration of the leave. You will be required to use up all your accrued sick time and vacation time before going on an unpaid leave. Leaves of absence without pay are of the following types:

- <u>Military Service LOA</u>. For the duration of required service. Can continue benefits under a special military COBRA. For details on re-employment rights under the Federal Military Selective Service Act, contact Human Resources.
- Military Reserve Training. Up to two weeks per year.
- <u>Voluntary Civil Service Personnel</u>. No employee shall be disciplined for taking time off to perform emergency duty as a volunteer firefighter, peace officer, or emergency rescue personnel. You are also eligible for unpaid leave for required training. If you are an official volunteer firefighter, you should alert your manager that you may have to take time off for emergency duty. When taking time off for emergency duty, you must alert your manager before doing so, when possible.
- Domestic Violence (Sexual Assault) LOA. Employees who are victims of domestic violence and/or sexual assault are eligible for unpaid leave for up to 12 weeks. You may request leave if you are involved in a judicial action, such as obtaining a restraining order or appearing in court to obtain relief to ensure your health, safety or welfare, or that of your child. You must provide notice and certification of the need to take leave under this policy. Certification may be sufficiently provided by any of the following:
  - 1. A police report indicating that you were a victim of domestic violence;
  - 2. A court order protecting or separating you from the perpetrator of an act of domestic violence, or other evidence from the court or prosecuting attorney that you appeared in court; or
  - 3. Documentation from a medical professional, domestic violence advocate, health care provider, or counselor that you were undergoing treatment for physical or mental injuries or abuse resulting in victimization from an act of domestic violence.

Fast Response will, to the extent allowed by law, maintain the confidentiality of an employee requesting leave under this policy. The leave would include time for you to seek medical attention for injuries (including counseling), obtain service from a domestic violence shelter or rape crisis center, and/or take action to protect yourself from future domestic violence, including relocation and safety planning.

• Victim of a Crime Leave of Absence. Employees who are victims of a crime, or related to a victim of a crime, are eligible for unpaid leave in order to attend judicial proceedings related to the crime. (Related to employee is defined as immediate family member, which would include spouse, child, stepchild, brother, stepbrother, sister, stepsister, mother, stepmother, father, stepfather, a registered domestic partner, or the child of a registered domestic partner). The crime must be a violent felony, a serious felony, or a felony related to theft/embezzlement as defined by law.

The employee who has been a victim of a crime must give the employer a copy of the notice of each scheduled judicial proceeding that is provided to the victim by the agency responsible for providing the notice, unless advance notice is not feasible. When advance notice is not feasible or an unscheduled absence occurs, the employee must, within a reasonable time after the absence, provide the employer with documentation evidencing the judicial proceeding from any of the following:

- 1. The court or government agency setting the hearing;
- 2. The district attorney or prosecuting attorney's office;
- 3. The victim/witness office that is advocating on behalf of the victim.

The Company will, to the extent allowed by law, maintain the confidentiality of an employee requesting leave under this policy.

#### **Natural Disasters**

Natural disasters including earthquakes, mudslides, floods, and fires are expected from time-to-time. Although driving may be difficult in some areas due to damaged freeways and streets, when caution is exercised, the roads are normally passable or alternate routes are available. Except in severe times, we are all expected to work regular scheduled hours. Unless otherwise specified by the Company, time taken off due to natural disasters is unpaid or you must use accrued sick time and vacation time.

# VIII. EMPLOYEE SAFETY & HEALTH

Fast Response strives to provide safe working conditions for our employees. We observe the safety laws of the governments within whose jurisdictions we operate. No one will knowingly be required to work in any unsafe manner. Safety is every employee's responsibility, and all employees are expected to do everything reasonable and necessary to keep Fast Response a safe place to work.

The following summarizes key safety points of our <u>Injury and Illness Prevention Program (IIPP)</u>. Every employee should know that:

- We place a high priority on employee safety and health.
- Creating and maintaining a safe and healthy work environment is EVERYONE'S responsibility.
- All employees are expected to adhere to established safety standards, and to actively participate in our safety program, including training programs.
- Employees who do not adhere to established safety standards will be subject to corrective action, including the possibility of termination.
- Good housekeeping is essential to maintain a safe and healthy work environment.
   Employees are expected to maintain a neat work area, properly discard all waste materials, and avoid creating hazards by properly storing materials and equipment.
- As part of our efforts to maintain a safe and healthy work environment, we will conduct work-site inspections on an as-needed basis, and at least semi-annually.
- Accidents and/or injuries, no matter how minor should be immediately reported to your manager in writing. All accidents and/or injuries will be investigated, and appropriate corrective action will be taken.
- Matters pertaining to occupational safety and health may be communicated to employees through memos, bulletin board notices and verbally in staff meetings.
- Employees are encouraged to report safety/health hazards either verbally, or in writing. Written suggestions/hazard reports should be forwarded to your manager. Employees may submit suggestions anonymously if they choose.
- Employees who report hazards and/or make suggestions will not be retaliated or discriminated against in any way. If an employee believes he or she has been retaliated or discriminated against, he or she should immediately discuss the situation with Human Resources.
- Material Safety Data Sheets (MSDS) are available from the safety manager. Employees should read the MSDS prior to using any hazardous substance.
- Safety instruction will be provided if an employee is assigned a new task, and if new substances, processes, procedures or equipment are introduced to our workplace.
- Refresher training on topics related to general safety will be conducted on an as-needed basis.
- In compliance with Proposition 65, the Company will inform employees of any known exposure to a chemical known to cause cancer or reproductive toxicity.

Employees may refer to Fast Response's Injury and Illness Prevention Plan (IIPP) for further information regarding the Company's safety program. Management will provide copies of the plan upon request.

## Fires & Emergencies

IN CASE OF EMERGENCY, DIAL 911. The facility where you work has an emergency procedure to follow in the event of fire or disaster. Exits, fire extinguishers and first-aid kits are located throughout the facility. These emergency procedures are posted on the bulletin board. Exits and areas around fire extinguishers must be kept clear at all times. Misuse or abuse of safety equipment will be a disciplinary matter and may include immediate termination of employment

## Accidents/Injuries Reporting

No matter how insignificant an on-the-job injury may seem when it occurs, notify your manager and HR immediately.

#### Return to Work

If you are on disability or medical disability LOA, you must return to work when your physician determines that you are able to resume normal duties. Similarly, you may not return to work unless and until your doctor has released you to return to work. We require your physician's release before reinstatement to the active payroll. If you wish to extend your leave beyond this point, you must apply for a personal LOA. A physician's release may also be required when returning to work from sick or other, short-term, medically related absences. Your manager or Human Resources can advise you of this requirement, which depends on case-by-case circumstances.

## **Ergonomics**

The Company is subject to Cal/OSHA ergonomics standards for minimizing workplace repetitive motion injuries. The Company will make necessary adjustments to reduce exposure to ergonomic hazards through modifications to equipment and processes and employee training. The Company encourages safe and proper work procedures and requires all employees to follow safety instructions and guidelines. The Company believes that reduction of ergonomic risk is instrumental in maintaining an environment of personal safety and well being, and is essential to our business. We intend to provide appropriate resources to create an environment with minimal ergonomic hazards. If you have any questions about ergonomics, please contact Human Resources.

# IX. EMPLOYEE SEPARATION

#### **Termination**

Employees of Fast Response are at-will which means that they are employed for no specified period, and their employment relationship can be terminated by the employee or the Company at any time, with or without cause or notice period. Some examples of the ways in which the employment relationship may end include the following:

# A. Resignation

A resignation is any voluntary termination by the employee for any reason. While you are not required to give any notice, it is helpful if you provide at least two weeks' notice in writing so that an orderly transition can be made (4 weeks notice for a management position). The notice may be either by written letter or email. In addition, employees will be deemed to have resigned if they fail to advise the Company of their whereabouts for three (3) consecutive work days, or if they fail to return to work as scheduled at the conclusion of any authorized leave of absence.

# B. Release Due to Reduction in Force/Job Elimination

Under certain economic circumstances, Fast Response may need to restructure or reduce its workforce. A layoff is the termination of one or more employees as the result of the elimination of one or more jobs as a result of adverse economic circumstances.

# C. Discharge Due to:

## • Unsuitability for Position

A separation in which the employee is deemed by the Company not to be qualified or adapted for the type of work assigned and where no other assignment is reasonably available.

## Unsatisfactory Performance

An employee's failure to perform his or her job in a satisfactory fashion may result in termination of the employee's employment.

#### • Violation of Standards of Conduct

Violation of any standards of conduct may result in disciplinary action up to and including immediate termination.

Regardless of the reason for termination, all accrued and unused vacation will be paid to the terminated employee. All company owned property, including vehicles, keys, identification badges, and credit cards must be returned immediately upon termination of employment.

Employees who are involuntarily terminated will be paid at the time of their termination. Employees providing at least 72 hours notice of intent to resign will be given their final check on their last day of work. Final checks for employees giving less than 72 hours notice will be available no later than 72 hours from the date they provided the notice.

# X. MISCELLANEOUS POLICIES

# Mileage/Driving Reimbursement

You will be reimbursed for company-related business travel at the current rate used by the IRS. When using your own vehicle for company purposes, you assume liability for your vehicle. All employees who desire to use their personal vehicles for company business must verify that they have a current driver's license and vehicle liability insurance. Please refer to the "Driving While at Work" section of this handbook for further information.

When teaching a class other than at the Fast Response Berkeley office, the following rules apply:

- 1. If you are transporting employees or equipment to and/or from a class, you will be paid for your miles from the Fast Response Berkeley office to the class and to the office.
- 2. If you are not transporting employees or equipment, you will be paid for all miles beyond 5, from the Fast Response Berkeley office to the class and back to the office.

You must record your mileage, date and location and attach the sheet to your timecard in order to request mileage reimbursement. Requests must be submitted in a timely manner.

For reimbursement of bridge tolls and parking, you must present receipts for bridge tolls and parking expenses. Please turn in these receipts with your mileage tracking form.

# Designated Parking Lots for Off-Site Classes

Usually, Fast Response has designated parking lots for you to park for off-site classes. Please be familiar with these places and with the map that designates them. If you park in other than these pre-designated lots, you will be reimbursed only for the amount of the charge of the pre-arranged lot; please be sure to attach your receipt to your timesheet.

# Training and Seminars

Employees may, with their manager's approval, be reimbursed for attendance at training courses related to immediate job-specific needs. This form of training is subject to the Company's annual budgeting allocation and will be awarded on a priority basis. If the Company requires an employee to attend a training course, then the Company will pay for the costs, including mileage. For reimbursement, you must obtain a pre-approved and signed Reimbursement Form prior to taking the class.

# EMPLOYEE HANDBOOK RECEIPT & ACKNOWLEDGMENT (PLEASE SIGN & RETURN TO HUMAN RESOURCES)

I,	, acknowledge receipt of the Fast Response
Employee Handbook. I agree to familiarize myself with the	
	does not form a contract between the Company and me; it
is only intended as a general statement of current compan	
, 0	, 1 , 1
I also understand that Fast Response may change, rescind	, or add to any procedures, benefits, or practices described
	with or without prior notice to any employee. I understand
that such changes will be done in writing and signed by To	
that such changes will be done in writing and signed by To	on reek of Caumii Torrence of the Company.
I also understand that in the event that verbal or written c	communications issued before or subsequent to my receipt
	book, the guidelines set forth herein will be considered the
	revised in writing, and such revision is signed by Tom Peck
or Cathlin Torrence of the Company.	
I understand that this handbook supersedes all prior polic	ies, verbal communications, staff meeting minutes, and/or
management memos that may have been previously issued	
, , ,	,
I also understand and agree that my employment with Fas	st Response is strictly voluntary and at-will on both sides
	at any time, with or without notice, with or without cause or
reason. This mutual "at-will" relationship can only be cha	
Torrence of the Company. I acknowledge that no promis	
	hat no future statements interpreted by myself as promises
or representations inconsistent with our at-will relationshi	
and binding term of my employment with Fast Response.	
and binding term of my employment with I ast Response.	
My signature below certifies that I understand that the for	regaing agreement on at-will status is the sole and entire
agreement between Fast Response and myself concerning	
under which my employment may be terminated. It super-	
representations concerning my employment with Fast Res	
representations concerning my employment with 1 ast ices	ponse.
Employee's Signature	
Employee's Name (Please Print)	Date Signed
Employee of value (1 lease 1 lint)	Date digited