



UNITED STATES POSTAL SERVICE
 475 L'Enfant Plaza, SW
 Washington, DC 20260

JUL 25 1985

Mr. Joseph H. Johnson, Jr.
 Director, City Delivery
 National Association of Letter
 Carriers, AFL-CIO
 100 Indiana Avenue, N.W.
 Washington, D.C. 20001-2197

Re: Class Action
 Jackson, MS 39205
 H1N-3Q-C 25242

Dear Mr. Johnson:

On July 9, 1985, we met to discuss the above-captioned grievance at the fourth step of our contractual grievance procedure.

The issue in this grievance is whether management properly converted city delivery territory to rural delivery.

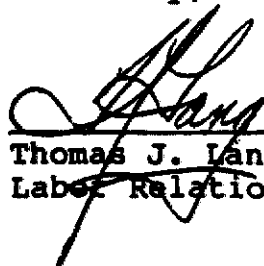
After reviewing this matter, we mutually agreed that no national interpretive issue is fairly presented in this case. We further agreed, whether the conversion of city delivery territory to rural territory was proper, can only be determined by application of Subchapter 610 and 630, of the Postal Operations Manual, to the specific fact circumstances involved in this case.

Accordingly, we agreed to remand this case to the parties at Step 3 for further processing including arbitration, if necessary.

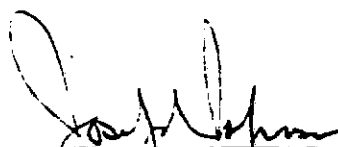
Please sign and return the enclosed copy of this letter as your acknowledgment of agreement to remand this case.

Time limits were extended by mutual consent.

Sincerely,



Thomas J. Lang
 Labor Relations Department



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 Director, City Delivery
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