M-01073

## UNITED STATES POSTAL SERVICE

Washington, DC 20260

June 29, 1992

LR410:WMolloy:bm:20260-4126

SUBJECT:

IO:

our ref:

Route Adjustments--52-Day Exceptions

Regional Directors, Operations Support Regional Managers, Labor Relations Field Division General Managers/Postmasters Field Directors, Human Resources

You should be aware of the enclosed prearbitration settlement in case H7N-3A-C 39011. The issue was whether the union was entitled to a detailed written statement describing valid operational circumstances which caused route adjustments not to be completed within 52 days of the inspections. The inspections in this case involved formal and not special inspections.

Previously, we differentiated the "prompt" notification requirement of the M-39, Part 211.3, Formal Inspections, from the requirements in the 1987 Memorandum of Understanding concerning Special Inspections under Part 271.g of the M-39 Handbook.

In the instant case we have adopted the policy that if the results of <u>ANY</u> route inspection indicate that the route or routes are to be adjusted, such adjustments must be placed in effect within 52 calendar days. Exceptions may be granted by a Division General Manager only when warranted by <u>valid</u> <u>operational circumstances</u>, substantiated by a <u>detailed written</u> <u>statement</u>, which shall be submitted to the local union <u>within</u> <u>seven days</u> of the grant of the exception. In accordance with the 1987 MOU, only grievances involving exceptions granted for inspections initiated under 271.g may be appealed directly to Step 3. However, this settlement does provide that other grievances concerning exceptions may be appealed directly to Step 2.

Particular attention should be given to paragraphs 3 and 4 of the settlement. In regard to paragraph 3, it was agreed that management would waive procedural arguments <u>for grievances</u> <u>initiated prior to the date</u> of the settlement which were appealed directly to Step 3. Accordingly, should the local union determine that a new grievance is necessary under

M-01073

paragraph 4, the new grievance (if properly appealed to Step 2) would not be deemed procedurally defective by management simply because it originated from a previous case appealed directly to Step 3.

Finally, paragraph 4 provides that all cases currently in the system (other than those of carrier-initiated inspections under 271.g) concerning the grant of any exception shall be reviewed. Within 30 days, the Division General Manager shall provide an explanation of the reasons for the exception substantiated by a detailed written statement to the local union. If the union finds such statement inadequate, the union may file a new grievance at Step 2.

This settlement affects all grievances containing the issue outlined above. You are urged to identify all such cases as quickly as possible to ensure compliance with our obligations. Should you have any questions concerning this matter, please contact Bill Molloy on (202) 268-3825.

Stephen	W.	Furgeson	(signed
			forl

Michael F. Spates (signed)

William J. Downes Director Office of Contract Administration Michael F. Spates Director Office of Delivery and Retail Management

## Enclosure

bcc: Ms. Cagnoli Mr. Downes Mr. Furgeson Mr. Vegliante Mr. McKillop Ms. Heath Mr. Molloy Reading (WMolloy) Subject (NALC) bm:11-Jun-1992 Thu 13:11 BM Doc. No. 10732