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

April 8, 1982

Mr. John A. Morgen
President, Clerk Craft
American Postal Workers Union, AFL-CIO
817 - 14th Street, NW
Washington, DC 20005

                          Re: C. Chaney
                               Walnut Creek, CA 94596
                               H8C-5C-C-18158

Dear Mr. Morgen:

On February 1, 1982, you met Harvey White in pre-arbitration
discussion of H8C-5C-C-18158. After a thorough discussion of
the issue, it was mutually agreed that the following terms
and conditions would represent a full settlement of the
instant matter:

1. The U. S. Postal Service acknowledges
    its obligations under Article XIX of
    the National Agreement, and its obliga-
    tion to comply with Handbook F-1,
    Part 738.

2. The American Postal Workers Union
    recognizes the right of the U. S.
    Postal Service to collect funds due
    to shortages for invalid vouchers
    under the Authorization to Participate
    Voucher (ATP) Program when the U. S.
    Postal Service is officially informed
    by a Governmental agency of a shortage
    as set forth under Article XXVIII,
    Section 1 of the National Agreement.

3. A demand will not be made upon an employee
    until a Governmental agency makes a cash
    demand upon the U. S. Postal Service;
    however, employees may be informed of an
    improper validation of an ATP and may make
    arrangements with the local office to hold
    such monies in trust until such time that
    the office is informed of a shortage.

4. If the aggrieved employee has received and
   paid a demand from the U. S. Postal Service
   in which a governmental agency has not made
   a cash demand upon the U. S. Postal Service,
   he may upon request be returned such monies
   unless the employee elects to hold such monies
   in trust as enumerated in Item 3 of this
   settlement agreement.

Please sign the attached copy of this letter acknowledging
your settlement, withdrawing H8C-5C-C-18158 from the pending
National arbitration list.

Sincerely,

George S. McDougald
General Manager
Grievance Division
Labor Relations Department

John A. Morgen
President, Clerk Craft
American Postal Workers Union,
AFL-CIO