

Mr. William H. Young  
President  
National Association of Letter  
Carriers, AFL-CIO  
100 Indiana Avenue, N.W.  
Washington, DC 20001-2144

NALC# 8286  
Re: Q01N-4Q-C 07091320  
Class Action  
Washington DC 20260-4100

Dear Mr. Young:

Recently our representatives met in discussion of the above-referenced grievance.

The issue in this grievance concerns the method of determining Flat Sequencing System (FSS) impact and the associated employment of Transitional Employees.

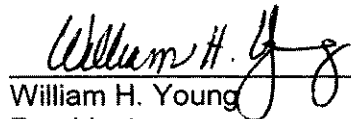
As a result of our discussions, it is agreed that the above referenced grievance is withdrawn and that this agreement resolves and closes all outstanding disputes at all levels of the grievance-arbitration procedure concerning FSS impact and the associated employment of Transitional Employees.

Please sign and return the enclosed copy of this decision as acknowledgment of your agreement to withdraw this grievance.

Sincerely,



Doug A. Tulino  
Vice-President  
Labor Relations  
U.S. Postal Service



William H. Young  
President  
National Association Carriers,  
of Letter AFL-CIO

Date: 7-30-07

**The terms of this settlement became effective September 11, 2007 with ratification of the 2006-2011 National Agreement.**