

DEPARTMENT OF THE TREASURY INTERNAL REVENUE SERVICE WASHINGTON, D.C. 20224

March 25, 2013

Ms. Colleen M. Kelley National President National Treasury Employees Union 1750 H Street, NW Washington, DC 20006

Dear Ms. Kelley:

This letter serves as notice, in accordance with Section 1(A)(3) of Article 18 of the Parties' 2012 Collective Bargaining Agreement, that the Agency intends to change the budget for the bargaining unit award pool within sixty (60) days of this notice (March 25, 2013). Based upon current budget limitations, the Agency intends to reduce the 1.75% rate referenced in Section 1(A)(1) to 0% for FY 2013.

Peter Gimbrere of my staff will serve as the Agency point of contact on this matter. He may be reached at (202) 622-6996, or by e-mail at peter.f.gimbrere@irs.gov.

Sincerely,

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Christine M. Adams Associate Director Labor Relations Strategy and Negotiations

Enclosure

cc: Frank Ferris Ken Moffett Kevin Fagan Sabrina Mason