bc. Mr. Scholar SECRET AND PERSONAL 10 DOWNING STREET P L Gregson Esq CB 11 February 1983 Deputy Secretary Cabinet Office 70 Whitehall LONDON SW1A 2AS Im leter MISC 61(83)2 I think the reference in this paper to the possibility of a management ballot needs to be made a little more precise. What we need to establish, if there is any chance at all of a management ballot proving helpful, is whether it can be conducted quickly, which probably means by the water authorities themselves rather than by the ERS, perhaps with the count being witnessed by union representatives; whether it would be feasible to conduct a management ballot in selected water authorities only, rather than in the water industry as a whole - so as to build up the case for a return to work on the basis of the least militant regions; and how a favourable outcome to a management ballot (whatever that might be) could be used to lead to a return to work. I hope these questions, as well as those already in the paper, can be addressed reasonably quickly. I am sending copies of this letter to Douglas Smith and John Gunn. JOHN VEREKER SECRET AND PERSONAL