

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

Postal Regulatory Commission
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COMPETITIVE PRODUCT PRICES
INBOUND EXPEDITED MAIL INTERNATIONAL (EMS)
ORIGINATING FROM FOREIGN POSTS

Docket Nos.
MC2009-10

CP2009-12

**UNITED STATES POSTAL SERVICE NOTICE OF FILING ERRATA TO RESPONSE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1, AND NOTICE OF FILING ERRATA TO
FINANCIAL MATERIALS (UNDER SEAL)**

(December 18, 2008)

The United States Postal Service hereby gives notice that it is providing corrected information for two questions addressed in its Response to Chairman's Information Request No. 1 in the above captioned proceeding, which it filed on December 12, 2008. Because one of the pertinent responses was filed publicly and one under seal, the corrections have been filed accordingly. The material corrections filed herewith should clarify statements that were unclear or inaccurate in the original filing. In addition, the Postal Service is filing under seal corrected versions of the financial workpapers included in its initial Request and Notice in this proceeding; these corrected workpapers remedy certain inaccuracies consistent with the corrected response filed publicly herewith. The Postal Service regrets any inconvenience this may have caused.

Respectfully submitted,

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**DOCKET NO. MC2009-10 AND DOCKET NO. CP2009-12
RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
CHAIRMAN'S INFORMATION REQUEST NO. 1**

3. In the Excel file, EMS Cost Coverage 20081118.xls, worksheet tab 03_Lists, the Postal Service identifies EMS Cooperative members participating in the Pay-for-Performance Plan. Worksheet tab 03_Lists identifies 44 countries/territories participating in EMS pay-for-performance. In its July 23, 2008, filing under seal, the Postal Service submitted correspondence with 32 countries/territories confirming implementation of pay-for-performance. Please confirm that the Postal Service is applying the pay-for-performance penalties and thresholds with each of the 44 countries/territories listed in EMS Cost Coverage 20081118.xls, worksheet tab 03_Lists, and provide any correspondence confirming implementation of pay-for-performance that has been exchanged since the Postal Service's July 23, 2008, filing.

RESPONSE

Not confirmed. The list of Pay-for-performance Plan participants on worksheet "tab 03_Lists" incorrectly includes one duplicate entry and one entry that is not identified as Pay-for-performance Plan participant, or even as an origin country for Inbound EMS, in tabs 05 and 06. Of the 42 remaining countries that are listed in all three worksheet tabs, 36 countries' postal administrations apply the Plan's penalties and thresholds with the Postal Service. Further examination indicates that two entries on all three tabs should be listed as EMS Cooperative members only, and three entries should not be listed at all, because the Postal Service does not receive Inbound EMS from those countries. The lists also include one country whose postal administration is offered low-tier prices equivalent to Pay-for-performance Plan rates because of its membership in the Kahala Posts Group, even though it does not participate in the EMS Cooperative's Pay-for-Performance Plan; a second such country should be included as well. The Postal Service has filed revised workpapers that reflect these corrections. The Postal Service regrets any confusion or inconvenience this may have caused.

Copies of all correspondence confirming implementation of the Pay-for-performance Plan with other postal administrations since July 23, 2008, have already been provided to the Commission in accordance with 39 U.S.C. § 407(d)(2).