

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

COMPETITIVE PRODUCT PRICES
PRIORITY MAIL & FIRST-CLASS PACKAGE SERVICE
CONTRACT 15 (MC2016-89)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2016-114

**NOTICE OF UNITED STATES POSTAL SERVICE OF
AMENDMENT TO PRIORITY MAIL & FIRST-CLASS PACKAGE SERVICE
CONTRACT 15, WITH PORTIONS FILED UNDER SEAL**
(January 31, 2017)

The Postal Service hereby provides notice that the terms of Priority Mail & First-Class Package Service Contract 15, in the above-captioned proceeding, have changed as contemplated by the contract's terms. A redacted version of the amendment to Priority Mail & First-Class Package Service Contract 15 is provided in Attachment A, and the unredacted amendment is being filed under seal. The amendment will become effective two business days following the day that the Commission completes its review of this filing.

This amendment will not materially affect the cost coverage of Priority Mail & First-Class Package Service Contract 15. Therefore, the supporting financial documentation and financial certification initially filed in this docket remain applicable. The Postal Service hereby incorporates by reference the Application for Non-Public Treatment originally filed in this docket, for the protection of the customer-identifying information that has been filed under seal.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

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January 31, 2017

ATTACHMENT A

**REDACTED AMENDMENT TO
PRIORITY MAIL & FIRST-CLASS PACKAGE SERVICE CONTRACT 15**

AMENDMENT #1
OF
SHIPPING SERVICES CONTRACT
BETWEEN
THE UNITED STATES POSTAL SERVICE
[REDACTED]
REGARDING
FIRST-CLASS PACKAGE SERVICE AND
PRIORITY MAIL

WHEREAS, the United States Postal Service (“the Postal Service”) and [REDACTED] (“Customer”) entered into a shipping services contract regarding First-Class Package Service and Priority Mail on February 19, 2016.

WHEREAS, the Parties desire to amend the terms in Sections I.F and I.G of the contract. Tables 1 and 2 shall remain unchanged.

NOW, THEREFORE, the Parties agree that the contract is hereby amended as detailed below. The existing contract remains unchanged in all other respects. This amendment shall become effective two (2) business days following the day on which the Commission issues all necessary regulatory approval.

[Replace Sections I.F and I.G (excluding Tables 1 and 2), as follows:]

I. Terms

F. Contract Prices. The following prices apply to Customer’s FCPS Contract Packages in Table 1 and PM Contract Packages in Table 2 from this contract’s effective date, as provided in Section II, until April 12, 2017.

G. Annual Adjustment

1. For subsequent years of the contract, beginning April 13, 2017, and again on April 13 in all subsequent contract years:

- a. Customized FCPS prices (Table 1) under this contract will be the lesser of 1) previous year’s prices plus the most recent (as of the anniversary date) cell by cell change in prices of general applicability, as calculated by the Postal Service, for First-Class Package Service or 2) the previous year’s prices plus [REDACTED]
- b. Customized PM prices (Table 2) under this contract will be the lesser of 1) the previous year’s prices plus the most recent (as of the anniversary date) cell by cell change in prices of general applicability, as calculated by the Postal

Service, for Priority Mail Commercial Base prices ('PM CBP') or 2) the previous year's prices plus [REDACTED]

2. Customized prices for the subsequent years will be calculated by the Postal Service and rounded up to the nearest whole cent.

IN WITNESS WHEREOF, the Parties hereto have caused this amendment to be duly executed as of the later date below:

UNITED STATES POSTAL SERVICE

Signed by: _____



Printed Name: Cliff Rucker

Title: Senior Vice President, Sales and Customer Relations

Date: _____

