February 3, 2022

RULES COMMITTEE PRINT 117–32

TEXT OF H.R. 3076, THE POSTAL SERVICE

REFORM ACT OF 2022

[Showing the text of H.R. 3076, as reported by the Committee on Oversight and Reform, with modifications.]

1 SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

- 2 (a) SHORT TITLE.—This Act may be cited as the
- 3 "Postal Service Reform Act of 2022".
- 4 (b) TABLE OF CONTENTS.—The table of contents of
- 5 this Act is as follows:
 - Sec. 1. Short title; table of contents.
 - Sec. 2. Definitions.

TITLE I—POSTAL SERVICE FINANCIAL REFORMS

- Sec. 101. Postal Service Health Benefits Program.
- Sec. 102. USPS Fairness Act.
- Sec. 103. Nonpostal services.

TITLE II—POSTAL SERVICE OPERATIONAL REFORMS

- Sec. 201. Performance targets and transparency.
- Sec. 202. Integrated delivery network.
- Sec. 203. Review of Postal Service cost attribution guidelines.
- Sec. 204. Rural newspaper sustainability.
- Sec. 205. Funding of Postal Regulatory Commission.
- Sec. 206. Flats operations study and reform.
- Sec. 207. Reporting requirements.
- Sec. 208. Postal Service transportation selection policy revisions.
- Sec. 209. USPS Inspector General oversight of Postal Regulatory Commission.

TITLE III—SEVERABILITY

Sec. 301. Severability.

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1 SEC. 2. DEFINITIONS.

2 (a) COMMISSION.—In this Act, the term "Commis-3 sion" means the Postal Regulatory Commission.

4 (b) TERMS DEFINED IN TITLE 39, UNITED STATES
5 CODE.—In this Act, the terms "competitive product",
6 "market-dominant product", and "Postal Service" have
7 the meanings given those terms in section 102 of title 39,
8 United States Code.

9 TITLE I—POSTAL SERVICE 10 FINANCIAL REFORMS

11 SEC. 101. POSTAL SERVICE HEALTH BENEFITS PROGRAM.

12 (a) Establishment.—

13 (1) IN GENERAL.—Chapter 89 of title 5, United
14 States Code, is amended by inserting after section
15 8903b the following:

16 "§ 8903c. Postal Service Health Benefits Program

17 "(a) DEFINITIONS.—In this section—

"(1) the term 'covered Medicare individual'
means an individual who is entitled to benefits under
Medicare part A, but excluding an individual who is
eligible to enroll under such part under section 1818
or 1818A of the Social Security Act (42 U.S.C.
1395i-2, 1395i-2a);

24 "(2) the term 'initial contract year' means the
25 contract year beginning in January of 2025;

| 1 | "(3) the term "initial participating carrier" |
|----|---|
| 2 | means a carrier that enters into a contract with the |
| 3 | Office to participate in the Program during the ini- |
| 4 | tial contract year; |
| 5 | "(4) the term 'Medicare part A' means part A |
| 6 | of title XVIII of the Social Security Act (42 U.S.C. |
| 7 | 1395c et seq.); |
| 8 | "(5) the term 'Medicare part B' means part B |
| 9 | of title XVIII of the Social Security Act (42 U.S.C. |
| 10 | 1395j et seq.); |
| 11 | "(6) the term 'Office' means the Office of Per- |
| 12 | sonnel Management; |
| 13 | ((7) the term 'Postal Service' means the United |
| 14 | States Postal Service; |
| 15 | "(8) the term 'Postal Service annuitant' means |
| 16 | an annuitant enrolled in a health benefits plan under |
| 17 | this chapter whose Government contribution is re- |
| 18 | quired to be paid under section $8906(g)(2)$; |
| 19 | "(9) the term 'Postal Service employee' means |
| 20 | an employee of the Postal Service enrolled in a |
| 21 | health benefits plan under this chapter whose Gov- |
| 22 | ernment contribution is paid by the Postal Service; |
| 23 | $^{\prime\prime}(10)$ the term 'Postal Service Medicare covered |
| 24 | annuitant' means an individual who— |
| | |

| 1 | "(B) is a covered Medicare individual; |
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| 2 | "(11) the term 'Program' means the Postal |
| 3 | Service Health Benefits Program established under |
| 4 | subsection (c) within the Federal Employees Health |
| 5 | Benefits Program; |
| 6 | "(12) the term 'Program plan' means a health |
| 7 | benefits plan offered under the Program; and |
| 8 | ((13) the definitions set forth in section 8901 |
| 9 | shall apply, and for the purposes of applying such |
| 10 | definitions in carrying out this section, a Postal |
| 11 | Service employee and Postal Service annuitant shall |
| 12 | be treated in the same manner as an employee and |
| 13 | an annuitant (as those terms are defined in para- |
| 14 | graphs (1) and (3) , respectively, of section 8901), |
| 15 | consistent with the requirements of this section. |
| 16 | "(b) Application.—The requirements under this |
| 17 | section shall— |
| 18 | "(1) apply to the initial contract year and each |
| 19 | contract year thereafter; and |
| 20 | ((2) supersede any other provision of this chap- |
| 21 | ter inconsistent with such requirements, as deter- |
| 22 | mined by the Office. |
| 23 | "(c) Establishment of the Postal Service |
| 24 | Health Benefits Program.— |
| 25 | "(1) IN GENERAL.— |

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1 "(A) ESTABLISHMENT.—The Office shall 2 establish the Postal Service Health Benefits 3 Program within the Federal Employees Health Benefits Program under this chapter, under 4 5 which the Office may contract with carriers to 6 offer health benefits plans as described under 7 this section. 8 "(B) APPLICABILITY OF CHAPTER RE-

9 QUIREMENTS TO CONTRACTS.—Except as other-10 wise provided in this section, any contract de-11 scribed in subparagraph (A) shall be consistent 12 with the requirements of this chapter for con-13 tracts under section 8902 with carriers to offer 14 health benefits plans other than under this sec-15 tion.

16 "(C) PROGRAM PLANS AND PARTICIPA17 TION.—The Program shall—

18 "(i) to the greatest extent prac-19 ticable—

20 "(I) with respect to each plan
21 provided by a carrier under this sub22 chapter in which the total enrollment
23 includes, in the contract year begin24 ning in January 2023, 1,500 or more
25 enrollees who are Postal Service em-

| 1 | ployees or Postal Service annuitants, |
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| 2 | include a plan offered by that carrier |
| 3 | with equivalent benefits and cost-shar- |
| 4 | ing requirements as provided under |
| 5 | paragraph (2), except that the Direc- |
| 6 | tor of the Office may exempt any |
| 7 | comprehensive medical plan from this |
| 8 | requirement; and |
| 9 | "(II) include plans offered by any |
| 10 | other carrier determined appropriate |
| 11 | by the Office; |
| 12 | "(ii) provide for enrollment in Pro- |
| 13 | gram plans of Postal Service employees |
| 14 | and Postal Service annuitants, in accord- |
| 15 | ance with subsection (d); |
| 16 | "(iii) provide for enrollment in a Pro- |
| 17 | gram plan as an individual, for self plus |
| 18 | one, or for self and family; and |
| 19 | "(iv) not provide for enrollment in a |
| 20 | Program plan of an individual who is not |
| 21 | a Postal Service employee or Postal Service |
| 22 | annuitant (except as a member of family of |
| 23 | such an employee or annuitant or as pro- |
| 24 | vided under paragraph (4)). |
| | |

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1 "(2) COVERAGE WITH EQUIVALENT BENEFITS 2 AND COST-SHARING.—In the initial contract year, 3 the Office shall ensure that each carrier partici-4 pating in the Program provides under the Program 5 plans offered by the carrier benefits and cost-sharing 6 requirements that are equivalent to the benefits and 7 cost-sharing requirements under the health benefits 8 plans offered by the carrier under this chapter that 9 are not Program plans, except that prescription drug 10 benefits and cost-sharing requirements may differ 11 between the Program plans and other health benefits 12 plans offered by the carrier under this chapter to the extent needed to integrate the Medicare part D pre-13 14 scription drug benefits coverage required under sub-15 section (h)(2).

"(3) APPLICABILITY OF FEDERAL EMPLOYEES
HEALTH BENEFITS PROGRAM REQUIREMENTS.—Except as otherwise set forth in this section, the provisions of this chapter applicable to health benefits
plans offered by carriers under section 8903 or
8903a shall apply to plans offered under the Program.

23 "(4) APPLICATION OF CONTINUATION COV24 ERAGE.—In accordance with rules established by the
25 Office, section 8905a shall apply to health benefits

1 plans offered under this section in the same manner 2 as such section applies to other health benefits plans 3 offered under this chapter. "(d) ELECTION OF COVERAGE.—Each Postal Service 4 5 employee and Postal Service annuitant who elects to re-6 ceive health benefits coverage under this chapter— 7 "(1) shall be subject to the requirements of this 8 section; and 9 "(2) may not enroll in any other health benefits 10 plan offered under any other section of this chapter. 11 "(e) Requirement of Medicare Enrollment FOR CERTAIN ANNUITANTS AND THEIR FAMILY MEM-12 13 BERS.— 14 "(1) MEDICARE COVERED ANNUITANTS.—Ex-15 cept as provided under paragraph (3), a Postal Serv-16 ice Medicare covered annuitant may not enroll in a 17 Program plan unless the annuitant is entitled to 18 benefits under Medicare part A and enrolled in 19 Medicare part B. 20 "(2) Medicare covered family members.— 21 Except as provided under paragraph (3), in the case 22 of a Postal Service annuitant who is entitled to ben-23 efits under Medicare part A and required under this 24 subsection to enroll in Medicare part B to enroll 25 under the Program, if a member of family of such

| 1 | Postal Service annuitant is a covered Medicare indi- |
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| 2 | vidual, that member of family may not enroll under |
| 3 | the Program as a member of family of the Postal |
| 4 | Service annuitant unless that member of family is |
| 5 | entitled to benefits under Medicare part A and en- |
| 6 | rolled in Medicare part B. |
| 7 | "(3) Exceptions.— |
| 8 | "(A) IN GENERAL.—The requirements |
| 9 | under paragraphs (1) and (2) , as applicable, |
| 10 | shall not apply with respect to an individual in |
| 11 | the following cases: |
| 12 | "(i) CURRENT POSTAL SERVICE AN- |
| 13 | NUITANTS.—The individual, as of January |
| 14 | 1, 2025, is a Postal Service annuitant who |
| 15 | is not both entitled to benefits under Medi- |
| 16 | care part A and enrolled in Medicare part |
| 17 | В. |
| 18 | "(ii) CURRENT EMPLOYEES AGED 64 |
| 19 | AND OVER.—The individual, as of January |
| 20 | 1, 2025, is a Postal Service employee and |
| 21 | is at least 64 years of age. |
| 22 | "(iii) Postal service medicare |
| 23 | COVERED ANNUITANTS AND FAMILY MEM- |
| 24 | BERS RESIDING ABROAD.—For any con- |
| 25 | tract year with respect to which the indi- |

| 1 | vidual is a Postal Service Medicare covered |
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| 2 | annuitant or a member of family of a Post- |
| 3 | al Service Medicare covered annuitant and |
| 4 | resides outside the United States (which |
| 5 | includes the States, the District of Colum- |
| 6 | bia, the Commonwealth of Puerto Rico, the |
| 7 | Virgin Islands, Guam, American Samoa, |
| 8 | |
| | and the Northern Mariana Islands), pro- |
| 9 | vided that the individual demonstrates |
| 10 | such residency to the Postal Service in ac- |
| 11 | cordance with regulations issued by the |
| 12 | Postal Service. |
| 13 | "(iv) Postal service medicare |
| 14 | COVERED ANNUITANTS AND FAMILY MEM- |
| 15 | BERS ENROLLED UNDER VA COVERAGE.— |
| 16 | The individual— |
| 17 | "(I) is a Postal Service Medicare |
| 18 | covered annuitant or a member of |
| 19 | family of a Postal Service Medicare |
| 20 | covered annuitant; and |
| 21 | "(II) is enrolled in health care |
| 22 | benefits provided by the Department |
| 23 | of Veterans Affairs under subchapter |
| 24 | II of chapter 17 of title 38, United |
| 25 | States Code. |

| 1 | "(v) Postal service medicare cov- |
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| 2 | ERED ANNUITANTS AND FAMILY MEMBERS |
| 3 | ELIGIBLE FOR IHS HEALTH SERVICES.— |
| 4 | The individual— |
| 5 | "(I) is a Postal Service Medicare |
| 6 | covered annuitant or a member of |
| 7 | family of a Postal Service Medicare |
| 8 | covered annuitant; and |
| 9 | "(II) is eligible for health services |
| 10 | from the Indian Health Service. |
| 11 | "(B) REGULATIONS FOR VA AND IHS EX- |
| 12 | CEPTIONS.—Not later than 1 year after the |
| 13 | date of enactment of this section, the Office |
| 14 | shall, in consultation with the Secretary of Vet- |
| 15 | erans Affairs, the Secretary of Health and |
| 16 | Human Services, and the Postmaster General, |
| 17 | promulgate any regulations necessary to imple- |
| 18 | ment clauses (iv) and (v) of subparagraph (A). |
| 19 | "(C) LIST OF INDIVIDUALS RESIDING |
| 20 | ABROAD.—The Postal Service shall provide a |
| 21 | list of individuals who satisfy the exception |
| 22 | under subparagraph (A)(iii) to the Office. |
| 23 | "(4) Process for information collection |
| 24 | AND DISSEMINATION.—The Postal Service and the |
| 25 | Office, in consultation with the Social Security Ad- |

| 1 | ministration and the Centers for Medicare & Med- |
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| 2 | icaid Services, shall establish a process that will en- |
| 3 | able the Postal Service to timely inform Postal Serv- |
| 4 | ice employees, Postal Service annuitants, and mem- |
| 5 | bers of family of such employees and annuitants of |
| 6 | the requirements described in paragraphs (1) and |
| 7 | (2) in order to be eligible to enroll in Program plans |
| 8 | under this section. |
| 9 | "(f) Transitional Open Season.— |
| 10 | "(1) DEFINITIONS.—In this subsection— |
| 11 | "(A) the term 'current option', with re- |
| 12 | spect to an individual, means the option under |
| 13 | a plan under this chapter in which the indi- |
| 14 | vidual is enrolled during the contract year pre- |
| 15 | ceding the initial contract year; and |
| 16 | "(B) the term 'current plan', with respect |
| 17 | to an individual, means the plan under this |
| 18 | chapter in which the individual is enrolled dur- |
| 19 | ing the contract year preceding the initial con- |
| 20 | tract year. |
| 21 | "(2) Automatic enrollment.— |
| 22 | "(A) IN GENERAL.—Subject to subpara- |
| 23 | graphs (B) and (C), in the case of an individual |
| 24 | who is a Postal Service employee or Postal |
| 25 | Service annuitant eligible to enroll in a Pro- |

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gram plan under subsection (d), who is enrolled in a current plan, and who does not enroll in a Program plan during the open season that immediately precedes the initial contract year, the Office shall automatically enroll the individual, as of the start of the initial contract year, in a Program plan offered by the carrier of the individual's current plan.

9 "(B) CARRIERS OFFERING MULTIPLE PRO-10 GRAM PLANS OR OPTIONS.—If the carrier of the 11 current plan of an individual described in sub-12 paragraph (A) offers more than 1 Program 13 plan or option, the Office, in carrying out sub-14 paragraph (A), shall automatically enroll the in-15 dividual in the plan and option that provide 16 coverage with equivalent benefits and cost shar-17 ing, as described in subsection (c)(2), to the in-18 dividual's current plan and current option.

"(C) CARRIERS NOT OFFERING PROGRAM
PLANS.—If the carrier of the current plan of an
individual described in subparagraph (A) does
not offer a Program plan, the Office, in carrying out subparagraph (A), shall automatically
enroll the individual in the lowest-cost nationwide plan option within the Program that is not

| 1 | a high deductible health plan and does not |
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| 2 | charge an association or membership fee. |
| 3 | "(g) OPM REGULATIONS.— |
| 4 | "(1) IN GENERAL.—Not later than 1 year after |
| 5 | the date of enactment of this section, the Director |
| 6 | of the Office shall issue regulations to carry out this |
| 7 | section. |
| 8 | "(2) Consultation.—In issuing regulations |
| 9 | under paragraph (1), the Director of the Office shall |
| 10 | consult, as necessary, with the Secretary of Health |
| 11 | and Human Services, the Secretary of Veterans Af- |
| 12 | fairs, the Commissioner of Social Security, and the |
| 13 | Postmaster General. |
| 14 | "(3) CONTENTS.—The regulations issued under |
| 15 | paragraph (1) shall include— |
| 16 | "(A) any provisions necessary to imple- |
| 17 | ment this section; |
| 18 | "(B) a process under which Postal Service |
| 19 | annuitants and affected family members are |
| 20 | timely informed of the enrollment requirements |
| 21 | and may request, in writing, any additional en- |
| 22 | rollment information; |
| 23 | "(C) provisions under which a Postal Serv- |
| 24 | ice employee or Postal Service annuitant en- |
| 25 | rolled under the Program may request a belated |

| 1 | change of plan and may be prospectively en- |
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| 2 | rolled in the plan of the employee's or annu- |
| 3 | itant's choice; and |
| 4 | "(D) provisions for individuals to cancel |
| 5 | coverage under the Program in writing to the |
| 6 | Postal Service because the individuals choose |
| 7 | not to enroll in, or to disenroll from, Medicare |
| 8 | part B. |
| 9 | "(h) Medicare Coordination.— |
| 10 | "(1) IN GENERAL.—The Office shall require |
| 11 | each Program plan to provide benefits for covered |
| 12 | Medicare individuals pursuant to a coordination of |
| 13 | benefits method approved by the Office. |
| 14 | "(2) Medicare part d prescription drug |
| 15 | BENEFITS.—The Office shall require each Program |
| 16 | plan to provide prescription drug benefits to any |
| 17 | Postal Service annuitant and member of family of |
| 18 | such annuitant who is a part D eligible individual |
| 19 | (as defined in section $1860D-1(a)(3)(A)$ of the So- |
| 20 | cial Security Act) through employment-based retiree |
| 21 | health coverage (as defined in section 1860D– |
| 22 | 22(c)(1) of such Act) through— |
| 23 | "(A) a prescription drug plan (as defined |
| 24 | in section $1860D-41(a)(14)$ of such Act); or |

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| 1 | "(B) contracts between such a Program |
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| 2 | plan and PDP sponsor, as defined in section |
| 3 | 1860D-41(a)(13) of such Act, of such a pre- |
| 4 | scription drug plan. |
| 5 | "(i) Postal Service Contribution.— |
| 6 | "(1) IN GENERAL.—Subject to subsection (k), |
| 7 | for purposes of applying section 8906(b) to the |
| 8 | Postal Service, the weighted average shall be cal- |
| 9 | culated in accordance with paragraphs (2) and (3) . |
| 10 | "(2) Weighted average calculation.—Not |
| 11 | later than October 1 of each year (beginning with |
| 12 | 2024), the Office shall determine the weighted aver- |
| 13 | age of the rates established pursuant to subsection |
| 14 | (c)(2) for Program plans that will be in effect dur- |
| 15 | ing the following contract year with respect to— |
| 16 | "(A) enrollments for self only; |
| 17 | "(B) enrollments for self plus one; and |
| 18 | "(C) enrollments for self and family. |
| 19 | "(3) Weighting in computing rates for |
| 20 | INITIAL CONTRACT YEAR.—In determining such |
| 21 | weighted average of the rates for the initial contract |
| 22 | year, the Office shall take into account (for purposes |
| 23 | of section $8906(a)(2)$) the enrollment of Postal Serv- |
| 24 | ice employees and annuitants in the health benefits |

plans offered by the initial participating carriers as
 of March 31, 2022.

3 "(4) PAYMENT OF LATE ENROLLMENT PEN-4 ALTIES.—The Postal Service may direct the Office 5 to pay the amounts required by section 1839(e) of 6 the Social Security Act (42 U.S.C. 1395r(e)) from 7 the Postal Service Retiree Health Benefits Fund es-8 tablished under section 8909a until depleted and 9 thereafter shall pay such amounts from the Postal 10 Service Fund established under section 2003 of title 11 39.

12 "(j) Reserves.—

13 "(1) Separate reserves.—

14 "(A) IN GENERAL.—The Office shall en15 sure that each Program plan maintains sepa16 rate reserves (including a separate contingency
17 reserve) with respect to the enrollees in the
18 Program plan in accordance with section 8909.

"(B) APPLICABILITY OF SECTION 8909 TO
CONTINGENCY RESERVES.—All provisions of
section 8909 relating to contingency reserves
shall apply to contingency reserves of Program
plans in the same manner as to the contingency
reserves of other plans under this chapter, except to the extent that such provisions are in-

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| 1 | consistent with the requirements of this sub- |
| 2 | section. |
| 3 | "(C) References.—For purposes of the |
| 4 | Program, each reference to 'the Government' in |
| 5 | section 8909 shall be deemed to be a reference |
| 6 | to the Postal Service. |
| 7 | "(D) Amounts to be credited.—The |
| 8 | reserves (including the separate contingency re- |
| 9 | serve) maintained by each Program plan shall |
| 10 | be credited with a proportionate amount of the |
| 11 | funds in the reserves for health benefits plans |
| 12 | offered by the carrier. |
| 13 | "(2) DISCONTINUATION OF PROGRAM PLAN.— |
| 14 | In applying section 8909(e) relating to a Program |
| 15 | plan that is discontinued, the Office shall credit the |
| 16 | separate Postal Service contingency reserve main- |
| 17 | tained under paragraph (1) for that plan only to the |
| 18 | separate Postal Service contingency reserves of the |
| 19 | Program plans continuing under this chapter. |
| 20 | "(k) NO EFFECT ON EXISTING LAW.—Nothing in |
| 21 | this section shall be construed as affecting section 1005(f) |

of title 39 regarding variations, additions, or substitutionsto the provisions of this chapter.

24 "(1) Health Benefits Education Program.—

| 1 | "(1) DEFINITION.—In this subsection, the term |
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| 2 | 'navigator' means an employee of the Postal Service |
| 3 | or of a contractor of the Postal Service who is des- |
| 4 | ignated by the Postal Service or contractor to carry |
| 5 | out activities under paragraph (5). |
| 6 | "(2) ESTABLISHMENT.—Not later than 18 |
| 7 | months after the date of enactment of this section, |
| 8 | the Postal Service shall establish a Health Benefits |
| 9 | Education Program. |
| 10 | "(3) Requirements.—In carrying out the |
| 11 | Health Benefits Education Program established |
| 12 | under paragraph (2), the Postal Service shall— |
| 13 | "(A) notify Postal Service annuitants and |
| 14 | Postal Service employees about the Postal Serv- |
| 15 | ice Health Benefits Program established under |
| 16 | subsection $(c)(1);$ |
| 17 | "(B) provide information regarding the |
| 18 | Postal Service Health Benefits Program and |
| 19 | the requirements of this section to Postal Serv- |
| 20 | ice annuitants and Postal Service employees, in- |
| 21 | cluding— |
| 22 | "(i) a description of the health care |
| 23 | options available under such Program; |
| 24 | "(ii) the enrollment provisions of sub- |
| 25 | section (d); and |

| 1 | "(iii) the requirement that Postal |
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| 2 | Service annuitants and their family mem- |
| 3 | bers be enrolled in Medicare under sub- |
| 4 | section (e); |
| 5 | "(C) respond and provide answers to any |
| 6 | inquiry from such employees and annuitants |
| 7 | about the Postal Service Health Benefits Pro- |
| 8 | gram, in consultation with the Office as nec- |
| 9 | essary; |
| 10 | "(D) refer individuals to the Centers for |
| 11 | Medicare & Medicaid Services and the Social |
| 12 | Security Administration that provide informa- |
| 13 | tion about Medicare enrollment and options |
| 14 | under the Medicare program under XVIII of |
| 15 | the Social Security Act; and |
| 16 | "(E) carry out, or provide for through con- |
| 17 | tract or other arrangement, the activities de- |
| 18 | scribed in paragraph (5). |
| 19 | "(4) INFORMATION.— |
| 20 | "(A) INFORMATION FROM OPM.—The Of- |
| 21 | fice shall timely provide the Postal Service with |
| 22 | such information as necessary to conduct the |
| 23 | Health Benefits Education Program. |
| 24 | "(B) COORDINATION WITH OPM.—The |
| 25 | Postal Service shall coordinate with the Office, |

| 1 | in consultation with the Centers for Medicare $\&$ |
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| 2 | Medicaid Services and the Social Security Ad- |
| 3 | ministration, to obtain and confirm the accu- |
| 4 | racy of information as the Postal Service deter- |
| 5 | mines to be necessary to conduct the Health |
| 6 | Benefits Education Program. |
| 7 | "(5) NAVIGATOR ACTIVITIES.— |
| 8 | "(A) ACTIVITIES.—The activities described |
| 9 | in this paragraph, with respect to Program |
| 10 | plans and the health care options available |
| 11 | under the Program, are the following: |
| 12 | "(i) Educational activities for annu- |
| 13 | itants and employees of the Postal Service |
| 14 | to raise awareness of the availability of |
| 15 | Program plans and requirements for en- |
| 16 | rolling in such plans, including require- |
| 17 | ments to be entitled to Medicare part A |
| 18 | and enroll in Medicare part B. |
| 19 | "(ii) Distribution of fair and impartial |
| 20 | information concerning enrollment in such |
| 21 | plans. |
| 22 | "(iii) Facilitation of enrollment in |
| 23 | such plans. |
| 24 | "(iv) Provision of information in a |
| 25 | manner that is culturally and linguistically |

| 1 | appropriate to the needs of the population |
|----|---|
| 2 | being served by the Program plans. |
| 3 | "(B) STANDARDS.— |
| 4 | "(i) IN GENERAL.—The Postal Serv- |
| 5 | ice shall establish standards for navigators |
| 6 | carrying out the activities under this para- |
| 7 | graph to— |
| 8 | "(I) engage in the navigator ac- |
| 9 | tivities described in subparagraph (A); |
| 10 | and |
| 11 | "(II) avoid conflicts of interest. |
| 12 | "(ii) CONTENTS.—The standards es- |
| 13 | tablished under clause (i) shall provide |
| 14 | that a navigator may not— |
| 15 | "(I) be a health insurance car- |
| 16 | rier; or |
| 17 | "(II) receive any consideration |
| 18 | directly or indirectly from any health |
| 19 | insurance carrier in connection with |
| 20 | the enrollment of any individual in a |
| 21 | Program plan. |
| 22 | "(C) FAIR AND IMPARTIAL INFORMATION |
| 23 | AND SERVICES.—The Postal Service, in con- |
| 24 | sultation as necessary with the Office and the |
| 25 | Centers for Medicare & Medicaid Services, shall |

| 1 | develop standards to ensure that information |
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| 2 | made available by navigators under this para- |
| 3 | graph is fair, accurate, and impartial. |
| 4 | "(6) Regulations.— |
| 5 | "(A) IN GENERAL.—Not later than 18 |
| 6 | months after the date of enactment of this sec- |
| 7 | tion, the Postmaster General shall issue regula- |
| 8 | tions to establish the Health Benefits Edu- |
| 9 | cation Program required under this subsection. |
| 10 | "(B) CONTENTS.—The regulations issued |
| 11 | under subparagraph (A) shall include— |
| 12 | "(i) provisions for the notification of |
| 13 | Postal Service annuitants and Postal Serv- |
| 14 | ice employees about the Program, includ- |
| 15 | ing a description of the available health |
| 16 | benefits options, including a process for |
| 17 | notifying Postal Service employees who be- |
| 18 | come eligible for Medicare part B and |
| 19 | Postal Service Medicare covered annuitants |
| 20 | about their choices; |
| 21 | "(ii) provisions for notifying Postal |
| 22 | Service annuitants, Postal Service employ- |
| 23 | ees, and their family members of the re- |
| 24 | quirements under subsection (e) to enroll |

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| 1 | in Medicare as a condition of eligibility to |
|----|--|
| 2 | enroll in the Program; and |
| 3 | "(iii) a process, developed in consulta- |
| 4 | tion with the Social Security Administra- |
| 5 | tion, the Centers for Medicare & Medicaid |
| 6 | Services, and the Office, for addressing |
| 7 | any inquiry from Postal Service annuitants |
| 8 | and Postal Service employees about the |
| 9 | Program or Medicare enrollment.". |
| 10 | (2) TECHNICAL AND CONFORMING AMEND- |
| 11 | MENTS.— |
| 12 | (A) SERVICE BENEFIT PLANS.—Section |
| 13 | 8903(1) of title 5, United States Code, is |
| 14 | amended by striking "two levels of benefits" |
| 15 | and inserting "at least 2 levels of benefits for |
| 16 | enrollees under this chapter generally and at |
| 17 | least 2 levels of benefits for enrollees under the |
| 18 | Postal Service Health Benefits Program estab- |
| 19 | lished under section 8903c". |
| 20 | (B) TABLE OF SECTIONS.—The table of |
| 21 | sections for chapter 89 of title 5, United States |
| 22 | Code, is amended by inserting after the item re- |
| 23 | lating to section 8903b the following: |
| | "8903c. Postal Service Health Benefits Program.". |
| 24 | (b) Coordination With Medicare.— |

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| 1 | (1) PART B SPECIAL ENROLLMENT PERIOD.— |
|----|--|
| 2 | Section 1837 of the Social Security Act (42 U.S.C. |
| - | 1395p) is amended by adding at the end the fol- |
| | |
| 4 | lowing new subsection: |
| 5 | "(o)(1) In the case of an individual who— |
| 6 | "(A) as of January 1, 2024, is— |
| 7 | "(i) a Postal Service annuitant who is enti- |
| 8 | tled to benefits under part A of title XVIII of |
| 9 | the Social Security Act, but excluding an indi- |
| 10 | vidual who is eligible to enroll under such part |
| 11 | under section 1818 of such Act or 1818A of |
| 12 | such Act (42 U.S.C. 1395i–2, 1395i–2a); or |
| 13 | "(ii) a member of family (as defined in sec- |
| 14 | tion 8901(5) of title 5, United States Code) of |
| 15 | a Postal Service annuitant and is entitled to |
| 16 | benefits under part A of title XVIII of the So- |
| 17 | cial Security Act, but excluding an individual |
| 18 | who is eligible to enroll under such part under |
| 19 | section 1818 of such Act or 1818A of such Act |
| 20 | (42 U.S.C. 1395i–2, 1395i–2a); and |
| 21 | "(B) is not enrolled under this part, the indi- |
| 22 | vidual may elect to be enrolled under this part dur- |
| 23 | ing a special enrollment period during the 6–month |
| 24 | period beginning on April 1, 2024. |

1 "(2) In this subsection, the term 'Postal Service an-2 nuitant' means an annuitant enrolled in a health benefits plan under chapter 89 of title 5, United States Code, 3 4 whose Government contribution is required to be paid 5 under section 8906(g)(2) of such title.". 6 (2)TECHNICAL AND CONFORMING AMEND-7 MENTS.—

8 (A) PART A ENROLLMENT.—Section 9 1818(c) of the Social Security Act (42 U.S.C. 10 1395i-2(c)) is amended, in the matter pre-11 ceding paragraph (1), by striking "(except sub-12 section (f) thereof)" and inserting "(except sub-13 sections (f) and (o) thereof)".

14 (B) COVERAGE PERIOD UNDER PART B.—
15 Section 1838 of the Social Security Act (42
16 U.S.C. 1395q) is amended by adding at the end
17 the following:

"(i) Notwithstanding subsection (a), in the case of
an individual who enrolls during a special enrollment period pursuant to section 1837(o), the coverage period shall
begin on January 1, 2025.".

(3) TREATMENT OF PART B LATE ENROLLMENT
PENALTY FOR INDIVIDUALS ENROLLING DURING
SPECIAL ENROLLMENT PERIOD.—Section 1839(e) of

the Social Security Act (42 U.S.C. 1395r(e)) is
 amended—

3 (A) in paragraph (1), by striking "(as de-4 fined in paragraph (3)(A)" and by inserting "(as defined in paragraph (3)(A)(i)). The Sec-5 6 retary shall enter into an agreement with the United States Postal Service under which the 7 8 United States Postal Service agrees to pay on 9 a quarterly or other periodic basis to the Sec-10 retary (to be deposited in the Treasury to the 11 credit of the Federal Supplementary Medical 12 Insurance Trust Fund) an amount equal to the 13 amount of the part B late enrollment premium 14 increases with respect to the premiums for eligi-15 ble individuals (as defined in paragraph 16 (3)(A)(ii))."; and

17 (B) by amending paragraph (3)(A) to read18 as follows:

"(A) The term 'eligible individual' means an individual who is enrolled under this part B and who—

22 "(i) in the case of an agreement en23 tered into under the first sentence of para24 graph (1), is within a class of individuals
25 specified in such agreement; and

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1 "(ii) in the case of an agreement en-2 tered into under the second sentence of 3 paragraph (1), is so enrolled under this 4 part pursuant to the special enrollment pe-5 riod under section 1837(o).". 6 (4) PART D EGWP CONTRACTING CONFORMING 7 AMENDMENT.—Section 1860D-22(b) of the Social 8 Security Act (42 U.S.C. 1395w–132(b)) is amended 9 by inserting before the period at the end the fol-10 lowing: ", and shall be applied in a manner to facili-11 tate the offering of prescription drug benefits under 12 a Program plan under section 8903c of title 5, 13 United States Code, as required under subsection 14 (h)(2) of such section, through employment-based 15 retiree health coverage through: (1) a prescription 16 drug plan; or (2) contracts between such a Program 17 plan and the PDP sponsor of such a prescription

18 drug plan.".

(c) INFORMATION SHARING AND DISSEMINATION REQUIRED FOR SPECIAL ENROLLMENT PERIOD AND ENFORCEMENT OF PART B ENROLLMENT REQUIREMENTS.—

(1) DEFINITIONS.—In this subsection, the
terms "Medicare part A", "Medicare part B", "Office", "Postal Service", and "Postal Service annu-

itant" have the meanings given those terms in sec tion 8903c of title 5, United States Code, as added
 by subsection (a).

4 (2) INFORMATION SHARING BY OPM.—The Of-5 fice shall, by regulation, establish a process for pro-6 viding such information as is necessary to the Social 7 Security Administration regarding Postal Service an-8 nuitants (and the family members of such annu-9 itants) who may be eligible to enroll under Medicare 10 part B during the special enrollment period de-11 scribed in subsection (o) of section 1837 of the So-12 cial Security Act (42 U.S.C. 1395p), as added by 13 subsection (b).

14 (3) INFORMATION SHARING BY SSA.—The So-15 cial Security Administration shall provide to the Of-16 fice and the Postal Service information regarding 17 whether a Postal Service annuitant, or a family 18 member of such an annuitant, is entitled to benefits 19 under Medicare part A and enrolled under Medicare 20 part B, to assist the Office and the Postal Service in determining— 21

(A) which Postal Service annuitants, and
family members of such annuitants, are eligible
to enroll under Medicare part B during the spe-

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cial enrollment period described in paragraph (2); and

(B) whether Postal Service annuitants, and family members of such annuitants, satisfy the enrollment requirements described in paragraphs (1) and (2) of section 8903c(e) of title 5, United States Code, as added by subsection (a).

9 (4) DETERMINATION AND DISSEMINATION.— The Office shall determine which Postal Service an-10 11 nuitants are eligible to enroll under Medicare part B 12 during the special enrollment period described in 13 paragraph (2) and provide such information to the 14 Social Security Administration, the Centers for 15 Medicare & Medicaid Services, and the Postal Serv-16 ice.

17 (d) FUNDING.—

18 CMS APPROPRIATION.—In addition (1)to 19 amounts otherwise available, there is appropriated to 20 "Centers for Medicare & Medicaid Services-Pro-21 gram Management", out of any monies in the Treas-22 ury not otherwise appropriated, \$7,500,000 for fiscal 23 year 2022, to remain available until expended, for 24 purposes of carrying out this section, including the 25 amendments made by this section.

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(2) SSA APPROPRIATION.—

2 (A) IN GENERAL.—In addition to amounts otherwise available, there is appropriated to the 3 4 Social Security Administration, out of any mon-5 ies in the Treasury not otherwise appropriated, \$16,000,000 for fiscal year 2022, to remain 6 available until the date that is 1 year after the 7 8 last day of the special enrollment period de-9 scribed in subsection (c)(2), for purposes of car-10 rying out this section, with the exception of car-11 rying out subsection (c)(3)(B), including the 12 amendments made by this section.

(B) RELATION TO OTHER APPROPRIATION.—The amounts appropriated under subparagraph (A) shall be in addition to the Social
Security Administration's Limitation on Administrative Expenditure appropriations.

18 OPM APPROPRIATION.—In addition to (3)19 amounts otherwise available, there is appropriated to 20 the Office of Personnel Management, out of any 21 monies in the Treasury not otherwise appropriated, 22 \$70,500,000 for fiscal year 2022, to remain avail-23 able until expended, for purposes of carrying out 24 this section, including the amendments made by this 25 section.

| 1 | (4) FUNDS CREDITED BY POSTAL SERVICE.— |
|----|---|
| 2 | The United States Postal Service shall credit to the |
| 3 | Treasury from the Postal Service Fund in fiscal year |
| 4 | 2022 an amount equal to the sum of the amounts |
| 5 | appropriated under paragraphs (1) , (2) , and (3) . |
| 6 | (5) Reimbursement for periodic SSA data |
| 7 | SHARING.— |
| 8 | (A) INTER-AGENCY AGREEMENT.—The |
| 9 | Commissioner of Social Security shall enter into |
| 10 | an agreement with the Director of the Office |
| 11 | under which the Director pays the Commis- |
| 12 | sioner from the Postal Service administrative |
| 13 | reserve the full costs (including systems and ad- |
| 14 | ministrative costs) of providing the information |
| 15 | described in subsection $(c)(3)(B)$. |
| 16 | (B) Report to congress.—The Director |
| 17 | of the Office— |
| 18 | (i) shall report the amount paid under |
| 19 | subparagraph (A) annually to the Com- |
| 20 | mittee on Homeland Security and Govern- |
| 21 | mental Affairs of the Senate and the Com- |
| 22 | mittee on Oversight and Reform of the |
| 23 | House of Representatives; and |
| 24 | (ii) may satisfy the requirement under |
| 25 | clause (i) by including the amount paid |
| | |

1 under subparagraph (A) in any other an-2 nual report submitted to Congress. 3 SEC. 102. USPS FAIRNESS ACT. 4 (a) SHORT TITLE.—This section may be cited as the 5 "USPS Fairness Act". 6 (b) RATIONAL BENEFITS FUNDING AND ACCOUNT-7 ING.— 8 (1) IN GENERAL.—Section 8909a of title 5, 9 United States Code, is amended by striking sub-10 section (d) and inserting the following: 11 "(d)(1) Not later than June 30, 2026, and by June 12 30 of each succeeding year, the Office shall compute, for the most recently concluded fiscal year, the amount (if 13 any) that Government contributions required to be paid 14 15 from the Fund under section 8906(g)(2)(A) exceeded the estimated net claims costs under the enrollment of the in-16 17 dividuals described in section 8906(g)(2)(A). 18 "(2) Not later than September 30 of each year in which the Office makes a computation under paragraph 19 (1), the United States Postal Service shall pay into the 20 21 Fund the amount (if any) of the excess computed under

22 such paragraph.

23 "(e) Any computation required under section 3654(b)
24 of title 39 shall be based on—

| 1 | ((1) the net present value of the future net |
|----|--|
| 2 | claims costs with respect to— |
| 3 | "(A) current annuitants of the United |
| 4 | States Postal Service as of the end of the fiscal |
| 5 | year ending on September 30 of the relevant re- |
| 6 | porting year; and |
| 7 | "(B) current employees of the United |
| 8 | States Postal Service who would, as of Sep- |
| 9 | tember 30 of that year— |
| 10 | "(i) be eligible to become annuitants |
| 11 | pursuant to section 8901(3)(A)(i) or (ii); |
| 12 | and |
| 13 | "(ii) if they were retired as of that |
| 14 | date, meet the criteria for coverage of an- |
| 15 | nuitants under section 8905(b); |
| 16 | "(2) economic and actuarial methods and as- |
| 17 | sumptions consistent with the methods and assump- |
| 18 | tions used in determining the Postal surplus or sup- |
| 19 | plemental liability under section 8348(h); and |
| 20 | "(3) any other methods and assumptions, in- |
| 21 | cluding a health care cost trend rate, that the Direc- |
| 22 | tor of the Office determines to be appropriate. |
| 23 | "(f) After consultation with the United States Postal |
| 24 | Service, the Office shall promulgate any regulations the |
| 25 | Office determines necessary under this subsection. |

| 1 | "(g) For purposes of this section, the term 'estimated |
|----|--|
| 2 | net claims costs' shall mean the difference between— |
| 3 | "(1) the sum of— |
| 4 | "(A) the estimated costs incurred by a car- |
| 5 | rier in providing health services to, paying for |
| 6 | health services provided to, or reimbursing ex- |
| 7 | penses for health services provided to, annu- |
| 8 | itants of the United States Postal Service and |
| 9 | any other persons covered under the enrollment |
| 10 | of such annuitants; and |
| 11 | "(B) an amount of indirect expenses rea- |
| 12 | sonably allocable to the provision, payment, or |
| 13 | reimbursement described in subparagraph (A), |
| 14 | as determined by the Office; and |
| 15 | "(2) the amount withheld from the annuity of |
| 16 | or paid by annuitants of the United States Postal |
| 17 | Service under section 8906.". |
| 18 | (2) CLERICAL AMENDMENT.—The heading of |
| 19 | section 8909a of title 5, United States Code, is |
| 20 | amended by striking " Benefit " and inserting |
| 21 | "Benefits". |
| 22 | (c) Application.— |
| 23 | (1) CANCELLATION OF PAYMENTS.—Any pay- |
| 24 | ment required from the Postal Service under section |
| 25 | 8909a of title 5, United States Code, as in effect on |

the day before the date of enactment of this Act that
 remains unpaid as of such date of enactment is can celed.

4 (2) EFFECT OF THIS ACT.—In any determina5 tion relating to the future liability for retiree health
6 benefits of the United States Postal Service or the
7 Postal Service Retiree Health Benefits Fund, the
8 Office of Personnel Management shall take into ac9 count the actual and reasonably expected effects of
10 this Act.

11 (d) USE OF FUNDS FROM SALE OF REAL PROPERTY
12 FOR CERTAIN PAYMENTS.—

13 (1) IN GENERAL.—Chapter 29 of title 39,
14 United States Code, is amended by adding at the
15 end the following:

16 "§ 2903. Use of funds from sale of property

17 "In the event that the Postal Service permanently 18 ceases operations, any funds derived from the sale of any 19 real property owned by the Postal Service shall be used to pay any outstanding liability with respect to the salaries 20 21 and expenses of any Postal Service employee. The balance 22 of any remaining funds shall be deposited into the Postal 23 Service Retiree Health Benefits Fund established under 24 section 8909a of title 5.".
(2) CLERICAL AMENDMENT.—The table of sec tions of such chapter is amended by adding after the
 item relating to section 2902 the following new item:
 "2903. Use of funds from sale of property.".

4 SEC. 103. NONPOSTAL SERVICES.

- 5 (a) NONPOSTAL SERVICES.—
- 6 (1) IN GENERAL.—Part IV of title 39, United
 7 States Code, is amended by adding after chapter 36
- 8 the following:

9 "CHAPTER 37—NONPOSTAL SERVICES

"Sec.

"3701. Purpose.
"3702. Definitions.
"3703. Postal Service program for State governments.
"3704. Postal Service program for other Government agencies.
"3705. Transparency and accountability for nonpostal services.

10 "§ 3701. Purpose

11 "The purpose of this chapter is to enable the Postal
12 Service to increase its net revenues through specific non13 postal products and services that are expressly authorized
14 by this chapter.
15 "§ 3702. Definitions

15 % 3702. Definitions

- 16 "In this chapter—
- 17 "(1) the term 'nonpostal services' is limited to
- 18 services offered by the Postal Service that are ex-
- 19 pressly authorized by this chapter and are not postal
- 20 products or services;

| 1 | ((2) the term 'costs attributable' has the mean- |
|----|--|
| 2 | ing given such term in section 3631; |
| 3 | "(3) the term 'year' means a fiscal year; |
| 4 | "(4) the term 'local government' means a coun- |
| 5 | ty, municipality, city, town, township, local public |
| 6 | authority, school district, special district, intrastate |
| 7 | district, council of governments, or regional or inter- |
| 8 | state government entity; |
| 9 | "(5) the term 'State government' includes the |
| 10 | government of the District of Columbia, the Com- |
| 11 | monwealth of Puerto Rico, the United States Virgin |
| 12 | Islands, Guam, American Samoa, the Common- |
| 13 | wealth of the Northern Mariana Islands, and any |
| 14 | other territory or possession of the United States; |
| 15 | "(6) the term 'tribal government' means the |
| 16 | government of an Indian tribe, as that term is de- |
| 17 | fined in section 4 of the Indian Self-Determination |
| 18 | and Education Assistance Act (25 U.S.C. 5304); |
| 19 | and |
| 20 | "(7) the term 'United States', when used in a |
| 21 | geographical sense, means the States, the District of |
| 22 | Columbia, the Commonwealth of Puerto Rico, the |
| 23 | United States Virgin Islands, Guam, American |
| 24 | Samoa, the Commonwealth of the Northern Mariana |

Islands, and any other territory or possession of the
 United States.

3 "§ 3703. Postal Service program for State govern4 ments

5 "(a) IN GENERAL.—Notwithstanding any other pro-6 vision of this title, the Postal Service may establish a pro-7 gram to enter into agreements with an agency of any State 8 government, local government, or tribal government to 9 provide property or nonpostal services to the public on be-10 half of such agencies for non-commercial purposes, but 11 only if—

| 12 | "(1) such property or nonpostal services— |
|----|--|
| 13 | "(A) provide enhanced value to the public, |
| 14 | such as by lowering the cost or raising the qual- |
| 15 | ity of such services or by making such services |
| 16 | more accessible; |
| 17 | "(B) do not interfere with or detract from |
| 18 | the value of postal services, including by— |
| 19 | "(i) harming the cost and efficiency of |
| 20 | postal services; and |
| 21 | "(ii) unreasonably restricting access |
| 22 | to postal retail service, such as customer |
| 23 | waiting time and access to parking; and |
| 24 | ((2) such agreements provide a net contribution |
| 25 | to the Postal Service, defined as reimbursement that |

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| 1 | covers at least 100 percent of the costs attributable |
|----|---|
| 2 | to all property and nonpostal services provided under |
| 3 | each relevant agreement in each year, except that |
| 4 | agreements determined to be substantially similar by |
| 5 | the Postal Service with the concurrence of the Postal |
| 6 | Regulatory Commission shall be reviewed based on |
| 7 | their collective revenue and costs attributable. |
| 8 | "(b) PUBLIC NOTICE.—Not more than 90 days after |
| 9 | offering a service under the program, the Postal Service |
| 10 | shall make available to the public on its website— |
| 11 | "(1) the agreement with the agency regarding |
| 12 | such service; and |
| 13 | ((2) a business plan that describes the specific |
| 14 | property or nonpostal service to be provided, the en- |
| 15 | hanced value to the public, and terms of reimburse- |
| 16 | ment to the Postal Service. |
| 17 | "(c) APPROVAL REQUIRED.—The Postal Service may |
| 18 | not establish the program under subsection (a) unless the |
| 19 | Governors of the Postal Service approve such program by |
| 20 | a recorded vote that is publicly disclosed on the Postal |
| 21 | Service website with a majority of the Governors then in |
| 22 | office voting for approval. |
| 23 | "(d) Confidential Information.—Subsection (b) |
| 24 | shall not be construed as requiring the Postal Service to |
| 25 | disclose to the public any information |

"(1) described in section 410(c); or
 "(2) exempt from public disclosure under sec tion 552(b) of title 5.

4 "§ 3704. Postal Service program for other Govern5 ment agencies

6 "The Postal Service may establish a program to pro-7 vide property and nonpostal services to other Government 8 agencies within the meaning of section 411, but only if 9 such program provides a net contribution to the Postal Service, defined as reimbursement that covers at least 100 10 11 percent of the costs attributable for property and non-12 postal services provided by the Postal Service in each year to such agencies. 13

14 "§ 3705. Transparency and accountability for nonpostal services

16 "(a) ANNUAL REPORT TO THE COMMISSION.—

17 "(1) IN GENERAL.—Not later than 90 days 18 after the last day of each year, the Postal Service 19 shall submit to the Postal Regulatory Commission a 20 report that analyzes costs, revenues, rates, and qual-21 ity of service for each agreement or substantially 22 similar set of agreements for the provision of prop-23 erty or nonpostal services under section 3703 or the 24 program as a whole under section 3704, and any 25 other nonpostal service authorized under this chap-

ter, using such methodologies as the Commission
may prescribe, and in sufficient detail to demonstrate compliance with the requirements of this
chapter.

5 "(2) SUPPORTING MATTER.—A report sub-6 mitted under paragraph (1) shall include any non-7 public annex, the working papers, and any other 8 supporting matter of the Postal Service and the In-9 spector General related to the information submitted 10 in such report.

11 "(b) CONTENT AND FORM OF REPORT.—

12 "(1) IN GENERAL.—The Postal Regulatory
13 Commission shall, by regulation, prescribe the con14 tent and form of the report required under sub15 section (a). In prescribing such regulations, the
16 Commission shall give due consideration to—

17 "(A) providing the public with timely, ade-18 quate information to assess compliance;

19 "(B) avoiding unnecessary or unwarranted
20 administrative effort and expense on the part of
21 the Postal Service; and

"(C) protecting the confidentiality of information that is commercially sensitive or is exempt from public disclosure under section
552(b) of title 5.

| 1 | "(2) Revised requirements.—The Commis- |
|----|---|
| 2 | sion may, on its own motion or on request of any |
| 3 | interested party, initiate proceedings to improve the |
| 4 | quality, accuracy, or completeness of Postal Service |
| 5 | data required by the Commission if— |
| 6 | "(A) the attribution of costs or revenues to |
| 7 | property, products, or services under this chap- |
| 8 | ter has become significantly inaccurate or can |
| 9 | be significantly improved; |
| 10 | "(B) the quality of service data provided to |
| 11 | the Commission for a report under this chapter |
| 12 | has become significantly inaccurate or can be |
| 13 | significantly improved; or |
| 14 | "(C) such revisions are, in the judgment of |
| 15 | the Commission, otherwise necessitated by the |
| 16 | public interest. |
| 17 | "(c) Audits.—The Inspector General shall regularly |
| 18 | audit the data collection systems and procedures used in |
| 19 | collecting information and preparing the report required |
| 20 | under subsection (a). The results of any such audit shall |
| 21 | be submitted to the Postal Service and the Postal Regu- |
| 22 | latory Commission. |
| 23 | "(d) Confidential Information.— |
| 24 | "(1) IN GENERAL.—If the Postal Service deter- |
| 25 | mines that any document or portion of a document, |

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| 1 | or other matter, which it provides to the Postal Reg- |
| 2 | ulatory Commission in a nonpublic annex under this |
| 3 | section contains information described in section |
| 4 | 410(c), or exempt from public disclosure under sec- |
| 5 | tion 552(b) of title 5, the Postal Service shall, at the |
| 6 | time of providing such matter to the Commission, |
| 7 | notify the Commission of its determination, in writ- |
| 8 | ing, and describe with particularity the documents |
| 9 | (or portions of documents) or other matter for which |
| 10 | confidentiality is sought and the reasons therefor. |
| 11 | "(2) TREATMENT.—Any information or other |
| 12 | matter described in paragraph (1) to which the |
| 13 | Commission gains access under this section shall be |
| 14 | subject to paragraphs (2) and (3) of section $504(g)$ |
| 15 | in the same way as if the Commission had received |
| 16 | notification with respect to such matter under sec- |
| 17 | tion $504(g)(1)$. |
| 18 | "(e) Annual Compliance Determination.— |
| 19 | "(1) Opportunity for public comment.— |
| 20 | Upon receiving a report required under subsection |
| 21 | (a), the Postal Regulatory Commission shall prompt- |
| | |

- 22 ly—
- 23 "(A) provide an opportunity for comment
 24 on such report by any interested party; and

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1 "(B) appoint an officer of the Commission 2 to represent the interests of the general public. 3 "(2) DETERMINATION OF COMPLIANCE OR NON-4 COMPLIANCE.—Not later than 90 days after receiv-5 ing a report required under subsection (a), the Post-6 al Regulatory Commission shall make a written de-7 termination as to whether the activities carried out 8 pursuant to this chapter during the applicable year 9 were or were not in compliance with the provisions 10 of this chapter. For purposes of this paragraph, any 11 case in which the requirements for coverage of costs 12 attributable have not been met shall be considered to 13 be a case of noncompliance. If, with respect to a 14 vear, no instance of noncompliance is found to have 15 occurred, the determination shall be to that effect. Such determination of noncompliance shall be in-16 17 cluded with the annual compliance determination re-18 quired under section 3653. 19 "(3) NONCOMPLIANCE.—If a timely written de-

termination of noncompliance is made under paragraph (2), the Postal Regulatory Commission shall
take appropriate action. If the requirements for coverage of costs attributable specified by this chapter
are not met, the Commission shall, within 60 days
after the determination, prescribe remedial action to

restore compliance as soon as practicable, including
the full restoration of revenue shortfalls during the
following year. The Commission may order the Postal Service to discontinue a nonpostal service under
section 3703 that persistently fails to meet cost coverage requirements.

7 "(4) DELIBERATE NONCOMPLIANCE.—In the 8 case of deliberate noncompliance by the Postal Serv-9 ice with the requirements of this chapter, the Postal 10 Regulatory Commission may order, based on the na-11 ture, circumstances, extent, and seriousness of the 12 noncompliance, a fine (in the amount specified by 13 the Commission in its order) for each incidence of 14 such noncompliance. All receipts from fines imposed 15 under this subsection shall be deposited in the gen-16 eral fund of the Treasury.

17 "(f) REGULATIONS REQUIRED.—The Postal Regu18 latory Commission shall issue such regulations as are nec19 essary to carry out this section.

20 "(g) EXPERIMENTAL PRODUCT AUTHORITY.—The
21 Postal Service may conduct market tests of agreements
22 pursuant to section 3703 and section 3704 of this chapter
23 subject to the same terms and conditions described in sec24 tion 3641 of this title. For the purposes of a market test,

the cost coverage requirements in sections 3703 and 3704
 of this chapter shall not apply.".

3 CLERICAL AMENDMENT.—The table of (2)4 chapters for part IV of title 39, United States Code, is amended by adding after the item relating to 5 6 chapter 36 the following: 7 (b) Conforming Amendments.— 8 (1) SECTION 404.—Section 404(e) of title 39, 9 United States Code, is amended in paragraph (2), 10 by inserting after "subsection" the following: ", or 11 any nonpostal products or services authorized by 12 chapter 37". 13 (2) SECTION 411.—The last sentence of section 14 411 of title 39, United States Code, is amended by

striking "including reimbursability" and inserting
"including reimbursability within the limitations of
chapter 37".

18 (3)TREATMENT \mathbf{OF} EXISTING NONPOSTAL 19 SERVICES.—All individual nonpostal services, pro-20 vided directly or through licensing, that are contin-21 ued pursuant to section 404(e) of title 39, United 22 States Code, shall be considered to be expressly au-23 thorized by chapter 37 of such title (as added by 24 subsection (a)(1) and shall be subject to the re-

| 1 | quirements of section 3705, subsections (a) through |
|----|---|
| 2 | (d). |
| 3 | TITLE II—POSTAL SERVICE |
| 4 | OPERATIONAL REFORMS |
| 5 | SEC. 201. PERFORMANCE TARGETS AND TRANSPARENCY. |
| 6 | (a) IN GENERAL.—Subchapter VII of chapter 36 of |
| 7 | title 39, United States Code, is amended by inserting after |
| 8 | section 3691 the following: |
| 9 | "§ 3692. Performance targets and transparency |
| 10 | "(a) Performance Targets.—Each year, to en- |
| 11 | sure that mail service for postal customers meets the serv- |
| 12 | ice standards for market-dominant products, established |
| 13 | under section 3691, the Postal Service shall— |
| 14 | ((1) not later than 60 days after the beginning |
| 15 | of the fiscal year in which they will apply, establish |
| 16 | and provide to the Postal Regulatory Commission |
| 17 | reasonable targets for performance; and |
| 18 | "(2) provide the previous fiscal year's perform- |
| 19 | ance targets in its Annual Compliance Report to the |
| 20 | Postal Regulatory Commission for evaluation of |
| 21 | compliance. |
| 22 | "(b) Postal Regulatory Commission Deter- |
| 23 | MINATION OF CERTAIN PERFORMANCE INFORMATION.— |
| 24 | Not later than 90 days after first receiving the perform- |
| | |

| 1 | ance targets under subsection $(a)(1)$, the Postal Regu- |
|----|---|
| 2 | latory Commission shall provide to the Postal Service— |
| 3 | "(1) requirements for the Postal Service to |
| 4 | publish nationwide, regional, and local delivery area |
| 5 | performance information in accordance with sub- |
| 6 | section $(c)(2)$ that— |
| 7 | "(A) are consistent with the organizational |
| 8 | structure of the delivery network of the Postal |
| 9 | Service (including at the District and Area or- |
| 10 | ganizational levels, or the functional equiva- |
| 11 | lents, and, to the extent practicable, at the U.S. |
| 12 | ZIP Code Area level); |
| 13 | "(B) reflect the most granular geographic |
| 14 | level of performance information appropriate |
| 15 | for the Postal Service to publish; and |
| 16 | "(C) includes time period segments for the |
| 17 | published geographic levels to satisfy the pub- |
| 18 | lishing requirements of subparagraphs (A) and |
| 19 | (C) of subsection $(c)(2)$; and |
| 20 | ((2)) recommendations for any modifications to |
| 21 | the Postal Service's measurement systems necessary |
| 22 | to measure and publish the performance information |
| 23 | under subsection $(c)(2)$ that the Postal Regulatory |
| 24 | Commission deems relevant. |
| 25 | "(c) Public Performance Dashboard.— |

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| 1 | "(1) IN GENERAL.—The Postal Service shall |
|----|---|
| 2 | develop and maintain a publicly available Website |
| 3 | with an interactive web-tool that provides perform- |
| 4 | ance information for market-dominant products that |
| 5 | is updated on a weekly basis. |
| 6 | "(2) Performance information.—The per- |
| 7 | formance information provided for a market-domi- |
| 8 | nant product on the Website shall include— |
| 9 | "(A) the type of market-dominant product; |
| 10 | "(B) performance information for different |
| 11 | geographic areas, consistent with subsection |
| 12 | (b); |
| 13 | "(C) performance information for different |
| 14 | time periods, including annual, quarterly, |
| 15 | monthly, and weekly segments; |
| 16 | "(D) comparisons of performance informa- |
| 17 | tion for market-dominant products to perform- |
| 18 | ance information for previous time periods to |
| 19 | facilitate identification of performance trends; |
| 20 | and |
| 21 | "(E) the performance targets then in ef- |
| 22 | fect, and the performance targets for the pre- |
| 23 | vious fiscal year, as established under sub- |
| 24 | section $(a)(1)$. |

| 1 | "(3) Comprehensibility.—The Website shall |
|----|--|
| 2 | include plain language descriptions of the elements |
| 3 | required under paragraph (2) and information on |
| 4 | the collection process, measurement methodology, |
| 5 | completeness, accuracy, and validity of the perform- |
| 6 | ance information provided on the Website. |
| 7 | "(4) Address search functionality.—The |
| 8 | Website shall include functionality to enable a user |
| 9 | to search for performance information by street ad- |
| 10 | dress, ZIP Code, or post office box. |
| 11 | "(5) FORMAT.—The Postal Service shall make |
| 12 | the performance information provided on the |
| 13 | Website available— |
| 14 | "(A) in a manner that— |
| 15 | "(i) presents the information required |
| 16 | under paragraph (2) on an interactive |
| 17 | dashboard; |
| 18 | "(ii) is searchable and may be sorted |
| 19 | and filtered by the elements described in |
| 20 | paragraph (2) ; and |
| 21 | "(iii) to the extent practicable, enables |
| 22 | any person or entity to download in bulk— |
| 23 | "(I) such performance informa- |
| 24 | tion; and |

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| 1 | "(II) the results of a search by |
|----|--|
| 2 | the elements described in paragraph |
| 3 | (2); |
| 4 | "(B) under an 'open license' which has the |
| 5 | meaning given that term in section 3502 of title |
| 6 | 44; and |
| 7 | "(C) as an 'open Government data asset' |
| 8 | and in a 'machine-readable' format which have |
| 9 | the meaning given those terms in section 3502 |
| 10 | of title 44. |
| 11 | "(6) CONSULTATION.—The Postal Service shall |
| 12 | regularly consult with the Postal Regulatory Com- |
| 13 | mission on appropriate features and information to |
| 14 | be included on the Website. |
| 15 | "(7) PUBLIC INPUT.—The Postal Service |
| 16 | shall— |
| 17 | "(A) solicit public input on the design and |
| 18 | implementation of the Website; and |
| 19 | "(B) maintain a public feedback tool to en- |
| 20 | sure each feature of, and the information on, |
| 21 | the Website is usable and understandable. |
| 22 | "(8) DEADLINE.—The Postal Service shall im- |
| 23 | plement and make available to the public (and make |
| 24 | any subsequent changes in accordance with sub- |
| 25 | section (b)) the Website not later than 60 days from |

1 the date on which the Postal Service receives the re-2 quirements and recommendations from the Postal 3 Regulatory Commission under subsection (b), and 4 shall continuously update such information on the 5 Website as required by subsection (b). 6 "(9) AVAILABILITY.—A link and plain language 7 description of the Website shall be made available on 8 any webpage where performance targets and meas-9 urements established under subsection (a)(1) are 10 made available to the public. 11 "(10) REPORTING.—The Postal Service, the 12 Postmaster General, or the Board, as applicable,

shall reference the dashboard described in paragraph
(5)(A)(i) in the Annual Performance Plan under section 2803, the Annual Performance Report under
section 2804, and the Annual Report under section
2402.

18 "(11) DEFINITIONS.—In this subsection—

19 "(A) PERFORMANCE INFORMATION.—The
20 term 'performance information' means the ob21 jective external performance measurements es22 tablished under section 3691(b)(1)(D).

23 "(B) WEBSITE.—The term 'Website'
24 means the website described in paragraph (1).".

(b) TECHNICAL AND CONFORMING AMENDMENT.—
 The table of sections for chapter 36 of title 39, United
 States Code, is amended by inserting after the item relat ing to section 3691 the following:

"3692. Performance targets and transparency.".

5 SEC. 202. INTEGRATED DELIVERY NETWORK.

6 (a) IN GENERAL.—Section 101(b) of title 39, United States Code, is amended by inserting before "The Postal 7 Service" the following: "The Postal Service shall maintain 8 an integrated network for the delivery of market-dominant 9 10 and competitive products (as defined in chapter 36 of this title). Delivery shall occur at least six days a week, except 11 12 during weeks that include a Federal holiday, in emergency 13 situations, such as natural disasters, or in geographic areas where the Postal Service has established a policy of 14 delivering mail fewer than six days a week as of the date 15 of enactment of the Postal Service Reform Act of 2022.". 16

(b) RULE OF CONSTRUCTION.—Nothing in subsection (a) or the amendment made by such subsection
is intended to alter or amend the requirements of chapters
20 or 36 of title 39, United States Code, and related implementing regulations, including provisions relating to
costing, accounting, or rates.

SEC. 203. REVIEW OF POSTAL SERVICE COST ATTRIBUTION
 GUIDELINES.

3 Not later than the date that is one year after the date of the enactment of this Act, the Postal Regulatory 4 5 Commission shall initiate a review of the regulations issued pursuant to sections 3633(a) and 3652(a)(1) of 6 7 title 39, United States Code, to determine whether revi-8 sions are appropriate to ensure that all direct and indirect 9 costs attributable to competitive and market-dominant products are properly attributed to those products, includ-10 11 ing by considering the underlying methodologies in determining cost attribution and considering options to revise 12 such methodologies. If the Commission determines, after 13 notice and opportunity for public comment, that revisions 14 are appropriate, the Commission shall make modifications 15 16 or adopt alternative methodologies as necessary.

17 SEC. 204. RURAL NEWSPAPER SUSTAINABILITY.

18 Section 3626(h) of title 39, United States Code, is
19 amended by striking "10 percent" and inserting "50 per20 cent".

21 SEC. 205. FUNDING OF POSTAL REGULATORY COMMISSION.

(a) IN GENERAL.—Subsection (d) of section 504 of
title 39, United States Code, is amended to read as follows:

25 "(d)(1) Not later than September 1 of each fiscal
26 year (beginning with fiscal year 2022), the Postal Regu-

latory Commission shall submit to the Postal Service a
 budget of the Commission's expenses, including expenses
 for facilities, supplies, compensation, and employee bene fits, for the following fiscal year. Any such budget shall
 be deemed approved as submitted if the Governors fail to
 adjust the budget in accordance with paragraph (2).

7 "(2)(A) Not later than 30 days after receiving a
8 budget under paragraph (1), the Governors holding office,
9 by unanimous written decision, may adjust the total
10 amount of funding requested in such budget. Nothing in
11 this subparagraph may be construed to authorize the Gov12 ernors to adjust any activity proposed to be funded by the
13 budget.

14 "(B) If the Governors adjust the budget under sub-15 paragraph (A), the Postal Regulatory Commission shall adjust the suballocations within such budget to reflect the 16 total adjustment made by the Governors. The budget shall 17 be deemed approved on the date the Commission makes 18 any such adjustments. The Commission may make further 19 20adjustments to the suballocations within such budget as 21 necessary.

22 "(3) Expenses incurred under any budget approved
23 under this subsection shall be paid out of the Postal Serv24 ice Fund established under section 2003.".

| 1 | (b) Conforming Amendments.—Title 39, United |
|----|--|
| 2 | States Code, is amended— |
| 3 | (1) in section 2003(e), by striking "(B) all ex- |
| 4 | penses of the Postal Regulatory Commission, subject |
| 5 | to the availability of amounts appropriated under |
| 6 | section 504(d);" and inserting "(B) all expenses of |
| 7 | the Postal Regulatory Commission, pursuant to sec- |
| 8 | tion 504(d);"; and |
| 9 | (2) in section 2009— |
| 10 | (A) by striking ", (2)" and inserting ", |
| 11 | and (2)"; and |
| 12 | (B) by striking ", and (3) the Postal Regu- |
| 13 | latory Commission requests to be appropriated, |
| 14 | out of the Postal Service Fund, under section |
| 15 | 504(d) of this title". |
| 16 | SEC. 206. FLATS OPERATIONS STUDY AND REFORM. |
| 17 | (a) FLATS OPERATIONS STUDY.— |
| 18 | (1) IN GENERAL.—The Postal Regulatory Com- |
| 19 | mission, in consultation with the Inspector General |
| 20 | of the United States Postal Service, shall conduct a |
| 21 | study to— |
| 22 | (A) comprehensively identify the causes of |
| 23 | inefficiencies in the collection, sorting, transpor- |
| 24 | |

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| 1 | (B) quantify the effects of the volume |
|----|---|
| 2 | trends, investments decisions, excess capacity, |
| 3 | and operational inefficiencies of the Postal |
| 4 | Service on the direct and indirect costs of the |
| 5 | Postal Service that are attributable to Flats. |
| 6 | (2) POSTAL SERVICE ASSISTANCE.—For the |
| 7 | purposes of carrying out the study under paragraph |
| 8 | (1), the Postal Service shall, upon request by the |
| 9 | Postal Regulatory Commission, consult with the |
| 10 | Postal Regulatory Commission and provide— |
| 11 | (A) access to Postal Service facilities to |
| 12 | personnel of the Postal Regulatory Commission; |
| 13 | and |
| 14 | (B) information and records necessary to |
| 15 | conduct such study. |
| 16 | (3) REPORT.—Not later than one year after the |
| 17 | date of the enactment of this Act, the Postal Regu- |
| 18 | latory Commission shall submit to Congress and the |
| 19 | Postmaster General a report on the findings of the |
| 20 | study conducted under paragraph (1). |
| 21 | (4) FLATS DEFINED.—In this subsection, the |
| 22 | term "Flats" means products that meet the physical |
| 23 | standards described in the Domestic Mail Manual |
| 24 | (as in effect on the date of the enactment of this |
| 25 | Act) for Flats mail for any class of mail. |

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| 1 | (b) FLATS OPERATIONS REFORM.— |
| 2 | (1) IN GENERAL.—Not later than six months |
| 3 | after the date on which the Postal Regulatory Com- |
| 4 | mission submits the report described in subsection |
| 5 | (a)(3), the Postal Service shall— |
| 6 | (A) develop and implement a plan to rem- |
| 7 | edy each inefficiency identified in the study con- |
| 8 | ducted under subsection $(a)(1)$ to the extent |
| 9 | practicable; and |
| 10 | (B) if the Postal Service determines that |
| 11 | remedying any such inefficiency is not prac- |
| 12 | ticable, provide to Congress and the Postal Reg- |
| 13 | ulatory Commission an explanation why rem- |
| 14 | edying such inefficiency is not practicable, in- |
| 15 | cluding whether it may become practicable to |
| 16 | remedy such inefficiency at a later time. |
| 17 | (2) Implementation requirements.—Prior |
| 18 | to implementing the plan described in paragraph |
| 19 | (1)— |
| 20 | (A) the Postal Regulatory Commission |
| 21 | must approve the plan; and |
| 22 | (B) the Postal Service shall provide an |
| 23 | adequate opportunity for public comment on the |
| 24 | plan. |
| | |

(3) COMPLETION NOTICE.—On the date on
 which the plan described in paragraph (1) is fully
 implemented, as determined by the Postmaster Gen eral, the Postmaster General shall submit to Con gress and the Postal Regulatory Commission a writ ten notice of such implementation.

7 (c) SUBSEQUENT RATE ADJUSTMENTS.—During the 8 five-year period beginning on the date on which the Postal 9 Regulatory Commission submits a report under subsection 10 (a)(3), the Postal Service, when making any adjustment to the rate of a market-dominant product (as defined in 11 12 section 102 of title 39, United States Code), shall consider 13 the findings of such report and, after the plan described in subsection (b)(1) is implemented, the plan's efficacy in 14 15 remedying the inefficiencies identified in the study con-16 ducted under subsection (a)(1).

17 SEC. 207. REPORTING REQUIREMENTS.

18 (a) IN GENERAL.—Not later than 240 days after the 19 date of the enactment of this Act, and every six months 20thereafter, the Postmaster General shall submit to the 21 President, the Postal Regulatory Commission, the Com-22 mittee on Homeland Security and Governmental Affairs 23 of the Senate, and the Committee on Oversight and Re-24 form of the House of Representatives a report on the operations and financial condition of the Postal Service during 25

the six-month period ending 60 days before the date on
 which the Postmaster General submits such report.

3 (b) CONTENTS.—Each report submitted under this 4 section shall include updates, details of changes from pre-5 vious standards and requirements, and assessments of 6 progress being made on the operations and financial con-7 dition of the Postal Service, including—

8 (1) the actual mail and package volume growth 9 relative to any mail or package volume growth pro-10 jections previously made or relied upon by the Postal 11 Service, including a discussion of the reasons for the 12 differences in projections and the associated adjust-13 ments being made;

(2) the effect of pricing changes on product volume for market-dominant and competitive products,
and associated revenue effects on financial projections, including a discussion of the reasons behind
the differences in projections and associated adjustments being made;

20 (3) customer use of network distribution cen21 ters and processing and distribution centers;

(4) the status of the USPS Connect program
and revenue effects of the program on the financial
projections;

| 1 | (5) the use of Priority Mail, Priority Mail Ex- |
|----|--|
| 2 | press, First-Class Package Service, and Parcel Se- |
| 3 | lect services (as such terms are defined in the Mail |
| 4 | Classification Schedule as in effect on the date of |
| 5 | the enactment of this Act) among customers and as- |
| 6 | sociated revenue effects; |
| 7 | (6) the use of USPS Connect Returns service |
| 8 | among customers, and associated costs and revenue |
| 9 | effects; |
| 10 | (7) the use of USPS E-Commerce Marketplace |
| 11 | among customers, and associated costs and revenue |
| 12 | effects; |
| 13 | (8) updates on the reliability, efficiency, and |
| 14 | cost-effectiveness of the transportation network, in- |
| 15 | cluding the manner in which ground transportation |
| 16 | is utilized over air transportation for types of mar- |
| 17 | ket-dominant products and competitive products; |
| 18 | (9) a review of efforts to enhance employee |
| 19 | training, safety, and wellbeing, including associated |
| 20 | effects on employee recruitment, satisfaction, and re- |
| 21 | tention; |
| 22 | (10) a review of efforts being made to improve |
| 23 | employee allocation, including changes of non-career |
| 24 | employees to career status, and any associated im- |

- pacts to operational expenses and processing, trans portation, and delivery efficiency;
- 3 (11) the rate of planned investment into Postal
 4 Service processing, transportation, and delivery
 5 equipment and infrastructure for market-dominant
 6 and competitive products, and a review of any asso7 ciated effects on operational expenses and efficiency;
- 8 (12) changes to network distribution centers 9 and the expansion of regional distribution centers, 10 including costs associated with the changes and any 11 realized reduction in operational expenses or im-12 proved resource efficiencies;
- (13) a review of the ability of the Postal Service
 to meet performance targets established under section 3692(a)(1) of title 39, United States Code;
- 16 (14) a discussion of the progress of the Postal 17 Service in achieving any new, self-funded invest-18 ments, including the amounts realized and expended 19 to date, and a discussion of the reasons behind any 20 disparities in the assumptions regarding the ex-21 pected progress of the Postal Service getting new, 22 self-funded investments to accommodate changes; 23 and

24 (15) any other information the Postal Service25 determines relevant, such as barriers or unantici-

pated events, in order to help the Postal Regulatory
 Commission, Congress, the President, and the Amer ican public evaluate the success or difficulties faced
 by the Postal Service in implementing the reform
 plan.

6 (c) Confidential Information.—

7 (1) IN GENERAL.—The report required under
8 this subsection shall be submitted in a form that ex9 cludes any proprietary or confidential information
10 and trade secrets.

11 (2) NOTIFICATION.—If the Postal Service de-12 termines that any information must be excluded 13 under paragraph (1), the Postal Service shall, at the 14 time of submitting the report, notify the President, 15 the Committee on Oversight and Reform of the 16 House of Representatives, the Committee on Home-17 land Security and Governmental Affairs of the Sen-18 ate, and the Postal Regulatory Commission in writ-19 ing of its determination and describe in detail the in-20 formation for which confidentiality is sought and the reasons therefor. 21

(3) ANNEXES.—The Postal Service shall submit
to the persons and entities notified under paragraph
(2) any information excluded under paragraph (1) in

| 2 | an annex that shall be treated as confidential in ac- cordance with paragraph (4). |
|--|---|
| 2 | (4) TREATMENT.—No person may, with respect |
| 4 | |
| | to any information which such person receives under |
| 5 | paragraph (4)— |
| 6 | (A) use such information for purposes |
| 7 | other than the purposes for which it is supplied; |
| 8 | or |
| 9 | (B) permit any person or entity other than |
| 10 | a person or entity notified under paragraph (2), |
| 11 | or the staff thereof, to have access to any such |
| 12 | information. |
| 10 | |
| 13 | (d) TERMINATION.—This section shall terminate on |
| 13 14 | (d) TERMINATION.—This section shall terminate on the date that is five years after the date on which the first |
| | |
| 14 | the date that is five years after the date on which the first |
| 14 15 | the date that is five years after the date on which the first report required by this section is submitted. |
| 14 15 16 | the date that is five years after the date on which the first report required by this section is submitted. SEC. 208. POSTAL SERVICE TRANSPORTATION SELECTION |
| 14 15 16 17 | the date that is five years after the date on which the first report required by this section is submitted. SEC. 208. POSTAL SERVICE TRANSPORTATION SELECTION POLICY REVISIONS. |
| 14 15 16 17 18 | the date that is five years after the date on which the first report required by this section is submitted. SEC. 208. POSTAL SERVICE TRANSPORTATION SELECTION POLICY REVISIONS. Section 101(f) of title 39, United States Code, is |
| 14 15 16 17 18 19 | the date that is five years after the date on which the first report required by this section is submitted. SEC. 208. POSTAL SERVICE TRANSPORTATION SELECTION POLICY REVISIONS. Section 101(f) of title 39, United States Code, is amended— |
| 14 15 16 17 18 19 20 | the date that is five years after the date on which the first report required by this section is submitted. SEC. 208. POSTAL SERVICE TRANSPORTATION SELECTION POLICY REVISIONS. Section 101(f) of title 39, United States Code, is amended— (1) by striking "prompt and economical" and |
| 14 15 16 17 18 19 20 21 | the date that is five years after the date on which the first report required by this section is submitted. SEC. 208. POSTAL SERVICE TRANSPORTATION SELECTION POLICY REVISIONS. Section 101(f) of title 39, United States Code, is amended— (1) by striking "prompt and economical" and inserting "prompt, economical, consistent, and reli- |
| 14 15 16 17 18 19 20 21 22 | the date that is five years after the date on which the first report required by this section is submitted. SEC. 208. POSTAL SERVICE TRANSPORTATION SELECTION POLICY REVISIONS. Section 101(f) of title 39, United States Code, is amended— (1) by striking "prompt and economical" and inserting "prompt, economical, consistent, and reli- able"; |
| 14 15 16 17 18 19 20 21 22 23 | the date that is five years after the date on which the first report required by this section is submitted. SEC. 208. POSTAL SERVICE TRANSPORTATION SELECTION POLICY REVISIONS. Section 101(f) of title 39, United States Code, is amended— (1) by striking "prompt and economical" and inserting "prompt, economical, consistent, and reliable"; (2) by inserting after "all mail" the following: |

| 1 | (3) by inserting "cost-effective" after "to |
|----|---|
| 2 | achieve"; and |
| 3 | (4) by inserting "also" after "Nation shall". |
| 4 | SEC. 209. USPS INSPECTOR GENERAL OVERSIGHT OF POST- |
| 5 | AL REGULATORY COMMISSION. |
| 6 | (a) IN GENERAL.—Section 8G of the Inspector Gen- |
| 7 | eral Act of 1978 (5 U.S.C. App.) is amended— |
| 8 | (1) in subsection $(a)(2)$, by striking "the Postal |
| 9 | Regulatory Commission,"; and |
| 10 | (2) in subsection (f) — |
| 11 | (A) in paragraph (2)— |
| 12 | (i) by striking "(2) In carrying" and |
| 13 | inserting "(2)(A) In carrying"; and |
| 14 | (ii) by adding at the end the fol- |
| 15 | lowing: |
| 16 | "(B) In carrying out the duties and responsibil- |
| 17 | ities specified in this Act, the Inspector General of |
| 18 | the United States Postal Service shall function as |
| 19 | the Inspector General for the Postal Regulatory |
| 20 | Commission, and shall have equal responsibility over |
| 21 | the United States Postal Service and the Postal |
| 22 | Regulatory Commission. The Commission shall com- |
| 23 | ply with the Inspector General's oversight as if the |
| 24 | Commission were a designated Federal entity under |
| 25 | subsection $(a)(2)$ and as if the Inspector General |

| 1 | were the inspector general of the Commission. The |
|----|---|
| 2 | Governors of the Postal Service shall not direct over- |
| 3 | sight activities for the Postal Regulatory Commis- |
| 4 | sion."; |
| 5 | (B) in paragraph (3)(A)(i), by inserting |
| 6 | "pertaining to the United States Postal Serv- |
| 7 | ice" after "subpoenas,"; |
| 8 | (C) in paragraph $(3)(B)(i)$, by inserting |
| 9 | "and the Postal Regulatory Commission" after |
| 10 | "United States Postal Service"; |
| 11 | (D) in paragraph $(3)(C)$, by inserting "or |
| 12 | the Postal Regulatory Commission" after "Gov- |
| 13 | ernors''; |
| 14 | (E) by redesignating paragraphs (4) , (5) , |
| 15 | and (6) as paragraphs (5) , (6) , and (7) , respec- |
| 16 | tively; and |
| 17 | (F) by inserting after paragraph (3) the |
| 18 | following: |
| 19 | "(4) For activities pertaining to the Postal Reg- |
| 20 | ulatory Commission, sections 4, 5, 6 (other than |
| 21 | subsection (g) thereof), and 7 of this Act shall be |
| 22 | applied by substituting the term 'head of the Postal |
| 23 | Regulatory Commission' for 'head of the establish- |
| 24 | ment'.". |

(b) APPOINTMENT AND REMOVAL.—Section 202 of
 title 39, United States Code, is amended—

(1) in subsection (e)(1), by striking "The Governors shall appoint" and inserting "The Governors
and the members of the Postal Regulatory Commission shall appoint, by a favorable vote of a majority
of the Governors in office and of a majority of the
members of the Commission in office,"; and

9 (2) in subsection (e)(3), by inserting "and 3
10 members of the Postal Regulatory Commission"
11 after "at least 7 Governors".

12 (c) SAVINGS PROVISION.—

(1) PERSONNEL, DOCUMENTS, ASSETS.—All
personnel, documents, assets, unexpended balances
of appropriations, and obligations of the Inspector
General for the Postal Regulatory Commission shall
transfer to the Inspector General of the Postal Service on the effective date of this section.

19 (2) LEGAL DOCUMENTS.—Any order, deter20 mination, rule, regulation, permit, grant, loan, con21 tract, agreement, certificate, license, or privilege that
22 has been issued, made, granted, or allowed to be23 come effective by the Inspector General of the Postal
24 Regulatory Commission that is in effect on the effec25 tive date of this section shall continue in effect ac-

cording to their terms until modified, terminated,
 superseded, set aside, or revoked in accordance with
 law.

4 (3)PROCEEDINGS.—This section and the 5 amendments made by this section shall not affect 6 any proceeding pending on the effective date of this 7 section before the Inspector General of the Postal 8 Regulatory Commission, but such proceeding shall 9 be continued by the Inspector General of the Postal 10 Service, at the discretion of that Inspector General. 11 Nothing in this paragraph shall be construed to pro-12 hibit the discontinuance or modification of any such 13 proceeding under the same terms and conditions and 14 to the same extent that the proceeding could have 15 been discontinued or modified if this section and 16 those amendments had not been enacted.

(4) SUITS.—This section and the amendments
made by this section shall not affect any suit commenced before the effective date of this section, and
in any such suit, proceeding shall be had, appeals
taken, and judgments rendered in the same manner
and with the same effect as if this section or such
amendments had not been enacted.

24 (5) REFERENCES.—Any reference in any other
25 Federal law, Executive order, rule, regulation, or

delegation of authority, or any document relating to
 the Inspector General of the Postal Regulatory Com mission shall be deemed to refer to the Inspector
 General of the United States Postal Service.

5 (d) TECHNICAL AND CONFORMING AMENDMENT.—
6 Section 504 of title 39, United States Code, is amended
7 by striking subsection (h).

8 (e) EFFECTIVE DATE.—This section and the amend9 ments made by this section shall take effect on the date
10 that is 180 days after the date of enactment of this Act.

11 TITLE III—SEVERABILITY

12 SEC. 301. SEVERABILITY.

13 If any provision of this Act or any amendment made 14 by this Act, or the application of a provision of this Act 15 or an amendment made by this Act to any person or cir-16 cumstance, is held to be unconstitutional, the remainder 17 of this Act, and the application of the provisions to any 18 person or circumstance, shall not be affected by the hold-19 ing.

\times