



Dear Chairwoman Maloney and Ranking Member Comer,

The Package Coalition appreciates your bipartisan leadership in advancing H.R. 3076, the Postal Service Reform Act. This essential legislation will ensure the Postal Service can continue to serve as a critical component of America's infrastructure, bringing goods, supplies, medicines and more to every address in America reliably and affordably. We strongly support enactment of the bill as soon as possible.

As you know, the Package Coalition is an alliance of small, medium and large businesses who recognize the importance of preserving affordable, reliable USPS package delivery services. Section 202 of the legislation codifies the decades-long policy and practice of USPS delivering letter mail and packages together in an integrated delivery network at least six days a week to every address in America. This provision is particularly important to the Package Coalition and millions of small businesses and consumers that depend on reliable, affordable Postal Service package delivery services to grow, create jobs, and meet customer expectations.

An integrated delivery network enables the Postal Service to pass on efficiencies in the form of lower prices. Forcing the Postal Service to operate parallel, duplicative delivery networks would harm the Postal Service along with the businesses and consumers who rely upon it for affordable delivery services. Such a change would only benefit private competitors by making the Postal Service less competitive in package delivery service. Section 202 provides the assurance of universal delivery of packages to all communities in a more efficient and less expensive manner.

At the same time, existing statutory guardrails ensure that the Postal Service charges prices for package deliveries that more than cover the costs of providing the service -- indeed last year the package delivery business contributed more than \$13 Billion to the Postal Service's bottom line over and above its costs.

Thank you again for your leadership. We applaud the great progress you have made and hope Congress can quickly pass the bipartisan Postal Service Reform Act to help the Postal Service continue to fulfill its mission to all Americans.

Sincerely,

Hon. John M. McHugh
Chairman, Package Coalition
Former Member of Congress (1993-2009)
Former Secretary of the Army (2009-2015)

