

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

PERIODICALS NOMINAL RATE
MINOR CLASSIFICATION CHANGE

Docket No. MC2006-5

FIRST STATUS REPORT ON SETTLEMENT NEGOTIATIONS
(August 4, 2006)

As requested in Order No. 1470, at page 3, the Postal Service hereby provides this written status report on settlement negotiations. We are discussing settlement with all the participants. While some concerns require further discussion, the Postal Service is hopeful that settlement will be possible. We will update this report by August 14, 2006.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

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