



January 27, 2025

VICTORIA SMITH
ACTING DIRECTOR, AUDIT SERVICES

SUBJECT: Audit Resolution – Review of Highway Contract Routes in the Contract Logistics Enterprise Acquisition Resource System, Audit Number 24-121-R24 (Recommendation 1)

Representatives of the Office of the Inspector General (OIG) and USPS management held an audit resolution meeting on January 17, 2025, to discuss management's disagreement with Recommendation #1 as stated in the December 3, 2024, management response in the subject audit report.

As a result of the meeting an agreement was reached pertaining to Recommendation #1, which reads as follows from the December 12, 2024, final audit report:

Recommendation 1:

We recommend the Senior Vice President, Logistics, update the Highway Contract Route statement of work to include provisions for partial compensation to suppliers for trips canceled with at least four hours' notice.

The recommendation status will be changed to "Agreed" in both the OIG's and management's tracking systems.

To close the recommendation management agrees to take the following actions:

Management will perform a comprehensive analysis of cancelled trips to determine opportunities to remove scheduled trips from the contract when no longer needed. Additionally, management has a process in place to identify and remove under-utilized transportation from schedules.

Target Implementation Date: 4/30/2025

Responsible Official: Sr. VP Logistics

Sincerely,

E-SIGNED by PETER ROUTSOLIAS

on 2025-01-29 09:39:25 EST

Peter Routsolias

Senior Vice President, Logistics

cc: Corporate Audit & Response Management