Supply Chain Integration Working Group

India Post Japan Post

Proposed agenda items



- 1 Opening of the meeting and adoption of the agenda
- 2 Scope and methodology of the SCI WG
 - a What the SCI WG covered 2017-2022
 - b Scope and methodology of the SCI WG 2023-2026
- 3 Updates on UPU POC Committee 1 activities
- 4 Best practices in the APPU region
 - Vietnam's experience with a paperless airline transport model
- 5 Any other business

2 Scope and methodology of the SCI WG



a. What the SCI WG covered 2017-2022

2017 Congress	Constituting SCI WC Results of March 20	3 17 session of POC Committee 1
2018 EC	Committee 1	Best practices Australia, Korea (Rep.): EAD flow 0 data capture
2019 EC	activities	Best practices Hong Kong, China; Tonga: Transport Singapore: EAD
2020 EC		Best practices China: maintaining int'l transport under COVID Vanuatu: UPU standards S58/S59 certification Vietnam: maintaining int'l transport under COVID
2021 EC		Best practices India: paperless transport pilot Indonesia: EAD data utilization and challenges

2 Scope and methodology of the SCI WG



- b Scope and methodology of the SCI WG 2023-2026
- Chair(s) and members
 Plenary agenda item 23: Establishment of the new structure for 2022-2026
- Proposed scope
- Updates of UPU POC Committee 1 activities
- Sharing best practices of APPU member countries in postal supply chain activities

2 Scope and methodology of the SCI WG

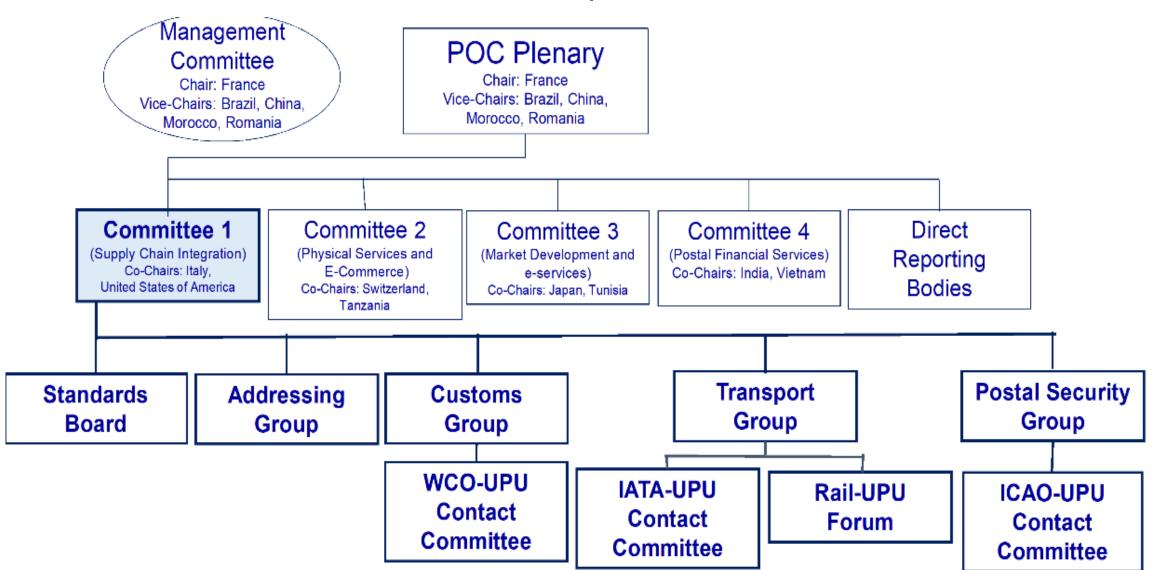


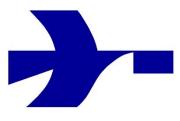
Any questions and/or comments?





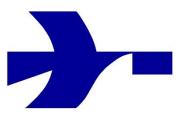
Structure of the UPU Postal Operations Council 2021-2025





Outcomes related to the Standards Board

- The committee approved the terms of reference of the Board for 2022-2025.
- The committee endorsed the work plan and deliverables assigned to the Board as well as KPIs for 2022-2025.



Outcomes related to the Addressing Group

- The Committee approved the terms of reference of the Group for 2022-2025.
- The committee endorsed the work plan and deliverables assigned to the Group as well as KPIs for 2022-2025.
- The committee noted the work progress on addressing and geographic information system integration activities.



Outcomes related to the Customs Group

- The Committee approved the terms of reference of the Group for 2022-2025.
- The committee endorsed the work plan and deliverables assigned to the Group as well as KPIs for 2022-2025.
- Committee 1 deferred to the Plenary the decisions on the proposed amendments to the instructions on the CN 22, CN 23 and CP 72 postal customs declaration forms, as well as the size of the CN 22 form and the decision on the proposed amendment to the UPU Convention Regulations to remove the 300 SDR threshold from CN 22 forms that were approved by the Plenary. (IB circular No. 100/2022. Implementation date: 1 June 2023).



Outcomes relating to the Transport Group

- The Committee approved the terms of reference of the Group for 2022-2025.
- The committee endorsed the work plan and deliverables assigned to the Group as well as KPIs for 2022-2025.
- The committee approved the proposal to add a new paragraph to article 08-002 on implementing provisions for EAD to insert an AR flag data element in CARDIT, effective 1 January 2023 (IB circular No. 100/2022).
- The committee approved updates to the paper-free transport guidelines.
 - <u>PaperFreeRouteImplementationGuidelinesForPostsAnd-CarriersEn.pdf (menlosecurity.com)</u>



Outcomes related to Postal Security Group

- The committee approved the terms of reference of the Group for 2022-2025.
- The committee endorsed the work plan and deliverables assigned to the Group as well as KPIs for 2022-2025
- The committee approved the guide entitled "Practical guidance for the postal and express couriers on prevention and interdiction of non-medical synthetic opioids and fentanyls" as a living document.



Committee 1 work plan and deliverables 2022-2025 Extracts (1)

POC work plan 2022–2025 – deliverables matrix

Committee 1 - Supply Chain

Acting Committee Secretary: Mr Noor Adan Ms Wendy Eitan

Co-Chairs: Italy (represented by Mr Vincenzo Aurelio) and United States of America (represented by Mr Peter Chandler)

Standing group secretariats

Standards Board (SB): Ms Elizabeth Phelan

Addressing Group (AG): Ms Patricia Vivas and Ms Agnieszka Urbaniec and Ms Patricia Vivas

Customs Group (CG) and WCO-UPU Contact Committee: Mr Javier Garcia Transport Group (TG) and IATA-UPU Contact Committee: Mr Ján Bojnanský

Postal Security Group (PSG) and ICAO-UPU Contact Committee: Ms Dawn Wilkes

Work			Final deliverables (by 2025)		zerable	e for s	ubmis	sion to)			Contribution to	POC	Working	Remarks
proposal (WP)	POC	and sub	rdeliverables (by session)	SO	S1	S2	S3	S4	S5	S6	S7	project	decision required	body	
		D1	Report of Committee 1 to the POC Plenary		X	Х	X	X	X	X	X		Yes	Committee	
WP 1.1.5	Standardization activities – Secretariat	D1	Reconstitution of the Standards Board	X									Yes	SB	
		D2	Submission of Standards Board deliverables and KPIs to the POC for approval		X								Yes	SB	
		D3	Organization of Standards Board meetings, with Standards Board experts focused on standards related activities										Yes	SB	



Committee 1 work plan and deliverables 2022-2025 Extracts (2)

Work Congress mandates to the		Final deliverables (by 2025)		Deliv	verable	e for s	ubmis	sion to)			Contribution to		Working	Remarks
proposal (WP)	POC	and sub	rdeliverables (by session)	So	S1	S2	S3	S4	S5	S6	87	project	decision required	body	
WP 1.1.8 (cont.)	Addressing solutions and standards – Secretariat	D2	Finalized promotion of customer tools, such as improved address data quality, input and validation, and other initiatives that respond to sender and recipient needs								X		Yes	AG	(ASO)
		<u>D2.1</u>	In cooperation with the Compliance Project, developing a framework for cooperation between countries participating in the Compliance Project and the Addressing Solutions Unit to improve the quality of address parameters within compliance reports via POST*CODE API and secure provision of address reference data to the UPU			X		X				Compliance Project	<u>Yes</u>	AG	(ASO) Expert team 2: joint expert team addressing standards/compliance crossovers will manage deliverable WP 1.1.8 - D2.1 and WP 2.3.6 - D11
		D3	Study and promotion of DO tools, such as a unique UPU geocode for delivery points from existing locality and sub-locality levels down to premises level, as well as initiatives to respond to precise delivery needs and avoid multiple geocode systems, proprietary solutions and royalties, and restricted access to external geocode systems and databases			*		×		×	X		Yes	AG	POC decision once validated by the Addressing Group May impact certain deliverables for WPs 1.1.9, 1.2.5, 2.1.10 and 3.2.2 (ASO) Expert team 1 (unique UPU geocode and UPU addressee ID) will manage deliverable WP 1.1.8 – D3 and D4



Committee 1 work plan and deliverables 2022-2025 Extracts (3)

Work	Congress mandates to the		Final deliverables (by 2025)		verabl	e for s	ubmis	sion to)			Contribution to	POC	Working	Remarks
proposal (WP)	POC	and sub	deliverables (by session)	80	S1	82	S3	84	S5	S6	87	project	decision required	body	
WP 1.1.11	Customs – Secretariat	D1	Reconstitution of the Customs Group (with approval of revised terms of reference)		X								Yes	CG	
		D2	Submission of Customs Group deliverables and KPIs to the POC for approval		х	х	Х	х	Х	х	х		Yes	CG	
		D3	Reconstitution of the WCO-UPU Contact Committee (with approval of revised terms of ref- erence)		х								Yes	CG	
WP 1.2.7	Customs – International agreements	<u>D1</u>	Continued monitoring of global regulatory measures that may affect the flow of mail across the single global postal territory		X	X	X	X	X	X	X		Yes	CC	
		1)4 <u>.1</u>	Monitoring of the review of the WCO Revised Kyoto Convention, to ensure that Annex J-2 on postal traffic is maintained		х		х		х		х		Yes	CG	Former D4
		Đ5	Continued promotion of cus* tomer tools, such as return solu- tions, address validation, duty estimation and propayment, and prohibited goods cheeks, as well as other initiatives that respond to sender needs								x		Yes	CC	D5 moved to after the newly created sub- deliverables D4.2 and D.3
		D6 <u>4.2</u>	Sending of a questionnaire on EAD regulations to UPU mem- ber countries and DOs		Х								Yes	CG	Former D6
		D7 <u>4.3</u>	Integration of the results of the questionnaire on EAD regulations into the Customs Compendium			X							¥es	CG	Former D7



Committee 1 work plan and deliverables 2022-2025 Extracts (4)

Work	Congress mandates to the	Final deliverables (by 2025)		Deli	verable	e for s	ubmis	sion to)			Contribution to	POC	Working	Remarks
proposal (WP)	POC	and sub	-deliverables (by session)	S0	S1	S2	S3	S4	S5	S6	S7	project	decision required	body	
WP 1.2.10	Transport – Treaties and international agreements	D5	Development of regulations in support of transport activities			X							Yes	TG	
		D5.1	Continued monitoring of global regulatory measures that may affect the transport flow of mail across the single global postal tenitory						X					TG	
		D5.2	Consolidation of all transport data on EAD regulations into the Transport EAD Compendium		X									TG	
		D5.3	Proposal of amendments to the transport related UPU Regulations for the purposes of harmonization and conciseness, and to render them transport neutral. Transfer of the said regulations to the "Rules in common" section.			X							Yes	TG	
		<u>D5.4</u>	Review of empty receptacles processes						X					TG	
WP 1.8.6	Transport - Settlement systems	D6	Promotion and support for the pilot of a global digital platform to simplify billing and settlement between air carriers and Posts (PASS)	Х	*	Х	Х	Х					Yes	TG	

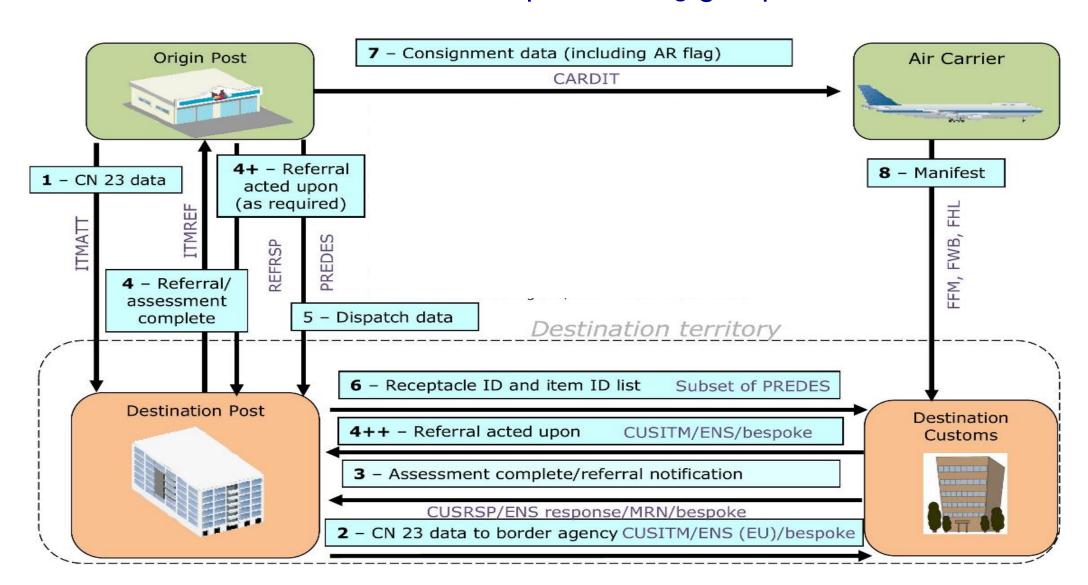


Committee 1 work plan and deliverables 2022-2025 Extracts (5)

Work	Congress mandates to the	I	liverables (by 2025)	Deli	verabl	e for s	ubmis	sion to)			Contribution to	POC	Working	Remarks
proposal (wp)	POC	and sub	r-deliverables (by session)		S1	S2	S3	S4	S5	S6	S7	project	decision	body	
WP 1.1.13	Security – Secretariat	D1	Reconstitution of the Postal Security Group		X								Yes	PSG	
		D2	Submission of the Postal Security Group deliverables and KPIs to the POC for approval		X	X	X	X	X	X	X		Yes	PSG	
		D3	Reconstitution of the ICAO-UPU Contact Committee		X								Yes	PSG	
		D4	Collaboration with the civil avia- tion sector through participation in joint working groups			X		X		Х			Yes	PSG	
		D5	Greater collaboration with the relevant external bodies to expand the reach of the Postal Security Group				Х		X		Х		Yes	PSG	
WP 1.2.9	Security – Treaties and international agreements	D6	Investigation into expanding the mailability of lithium batteries with equipment, so as to offer additional revenue streams for DOs, in collaboration with ICAO and other relevant bodies					Х			Х		Yes	PSG	



Outcomes related to EAD (1) Related to multiple standing groups



Outcomes related to EAD (2) Related to multiple standing groups

Progress made and current efforts by the UPU:

- ✓ Awareness raising
 - · Workshops: Joint WCO-UPU, ORE, QSF EAD outreach
- ✓ Capacity building
 - Increase in CDS installation and exchanges of ITMATT, PREDES and CARDIT messages
- ✓ Development of tools for EAD
 - API for EAD check
 - CARDIT data conversion tools for airlines



Outcomes related to EAD (3) Related to multiple standing groups

Outstanding issues for implementation of GPM

- 1 Piloting flows 3, 4 and 4+ (two hours? For customs response)
- 2 EDI standards/codes for flows 3, 4 and 4+ (ITMREF-REFRSP)
- 3 Transit model (open/closed transit)
- 4 How UPU addresses regional requirements for transshipment (ICS2 Release 2)
- 5 Pilot for conversion of CARDIT messages into airline manifests
- 6 Business processes for late referrals
- 7 Do Not Load (DNL) operational protocol
- 8 Issue of items lacking S10/ITMATT



Outcomes related to EAD (4) Related to multiple standing groups

Emerging ICS2 Release 2 requirements 1/2 Effective 1 March 2023, EU ICS2 will require EAD in the form of a complete Entry Summary Declaration (ENS) for mail dispatches passing through EU territory. EAD would need to be filed directly into the ICS2 interface by Origin DO and/or airlines.

IATA's position: Airlines cannot file item-level data; therefore, filing is the responsibility of the Origin DO.



Outcomes related to EAD (5) Related to multiple standing groups

Emerging ICS2 Release 2 requirements 2/2

Expert Team analysis:

- Multiple conditions (regulatory, IT, operational) currently do not support UPU compliance with ICS2 R2 requirements.
- Most team members felt that the airline landing and requiring transshipment at an EU airport would be the party for ENS filing.
 It was noted, however, the airline would need item-level data for ENS filing.

UPU continues to engage with the EU to find solutions in conjunction with other stakeholders.



Any questions and/or comments?



- 4 Best practices in APPU region
 - Vietnam's experience with a paperless airline transport model



5 Any other business



THANK YOU!



Supply Chain Integration Working Group

BACKUP



Related to Customs Group activities (1)

Amend forms CN 22, CN 23 and CP 72 as follows:

		UL 000 0	000 014 CA		
CUSTOMS DECLARATION	N	May l	pe opened ally	C	N 22
Designated operator				See	ortant! instructions ne back
Gift		Comn	nercial san	nple	
Documents		Return	ned goods		
Sale of goods		Other	(please sp	ecify):	
Quantity and detailed description of contents (1)	Net wei (2)	t ight	Value and currency (3)	H S tariff number* (4)	Country of origin* (5)
Total weight (in kg) (6)			Total value (7)		
I, the undersigned, wh certify that the particul that this item does not prohibited by legislatio Date and sender's sign	ars cor n or	given in ntain an by pos	this declara y dangerous	ition are con article or a	rrect and articles

CN 22 (Back)

Instructions

standard, including barcode height

Optional. Must meet S10

To accelerate customs clearance, you must complete all applicable fields, and fill in this form in English (preferably), French or in a language accepted by the origin and destination countries. If the content of the fields does not fit in the space available, you must use a CN 23 form. You must give the sender's full name and address on the front of the item.

For commercial items, it is recommended that you complete the fields marked with an asterisk (*), and attach an invoice to the outside, as it will assist Customs in processing the items.

Select a reason for export. ("Gift" is not an acceptable reason for export for commercial items.)

- (1) Give a detailed description (generic descriptions such as "clothes" are not acceptable), quantity and unit of measure for each article, e.g. two men's cotton shirts.
- (2), (3) Give the weight and value with currency for each article, e.g. CHF for Swiss francs.
- (4*) The HS tariff number (6 digits) is based on the Harmonized Commodity Description and Coding System developed by the World Customs Organization.
- (5*) Country of origin means the country where the goods originated, e.g. were produced, manufactured or assembled.
- (6), (7) Give the total value and weight of the item.
- (8) Your signature and the date confirm your liability for the item.



Related to Customs Group activities (2)

CN 23 (back)

Instructions

You should attach this customs declaration and accompanying documents securely to the outside of the item, preferably in an adhesive transparent envelope. If the declaration is not clearly visible on the outside, or if you prefer to enclose it inside the item, you must fix a label to the outside indicating the presence of a customs declaration.

To accelerate customs clearance, complete this declaration in English (preferably), French or in a language accepted by the origin and destination countries. If available, add importer/addressee telephone number and e-mail address, and sender telephone number.

To clear your item, the Customs in the country of destination need to know exactly what the contents are. You must therefore complete your declaration fully and legibly; otherwise, delay and inconvenience may result for the addressee. A false or misleading declaration may lead to a fine or to seizure of the item.

Your goods may be subject to restrictions. It is your responsibility to enquire into import and export regulations (prohibitions, restrictions such as quarantine, pharmaceutical restrictions, etc.) and to find out what documents, if any (commercial invoice, certificate of origin, health certificate, licence, authorization for goods subject to quarantine (plant, animal, food products, etc.) are required in the destination country.

Commercial item means any goods exported/imported in the course of a business transaction, whether or not they are sold for money or exchanged.

- (1) Give a detailed description of each article in the item, e.g. "men's cotton shirts". General descriptions, e.g. "spare parts", "samples" or "food products" are not permitted.
- (2) Give the quantity of each article and the unit of measurement used.
- (3) and (4) Give the net weight of each article (in kg). Give the total weight of the item (in kg), including packaging, which corresponds to the weight used to calculate the postage.
- (5) and (6) Give the value of each article and the total, indicating the currency used (e.g. CHF for Swiss francs).
- (7) and (8) The HS tariff number (6-digit) must be based on the Harmonized Commodity Description and Coding System developed by the World Customs Organization. "Country of origin" means the country where the goods originated, e.g. were produced/manufactured or assembled. Senders of commercial items are advised to supply this information as it will assist Customs in processing the items.
- (9) Give the amount of postage paid to the Post for the item. Specify separately any other charges, e.g. insurance.
- (10) Tick the box or boxes specifying the category of item.
- (11) Provide details if the contents are subject to quarantine (plant, animal, food products, etc.) or other restrictions.
- (12), (13) and (14) If your item is accompanied by a licence or a certificate, tick the appropriate box and state the number. You should attach an invoice for all commercial items.
- (15) Your signature and the date confirm your liability for the item.





CP 72 manifold set (back)

Instructions

To clear your item, the Customs in the country of destination need to know exactly what the contents are. You must therefore complete your declaration fully and legibly; otherwise, delay and inconvenience may result for the addressee. A false or misleading declaration may lead to a fine or to seizure of the item.

Your goods may be subject to restrictions. It is your responsibility to enquire into import and export regulations (prohibitions, restrictions such as quarantine, pharmaceutical restrictions, etc.) and to find out what documents, if any (commercial invoice, certificate of origin, health certificate, licence, authorization for goods subject to quarantine (plant, animal, food products, etc.) are required in the destination country. To accelerate customs clearance, complete this declaration in English (preferably), French or in a language accepted by the origin and destination countries. If available, add importer/addressee telephone number and e-mail address, and sender telephone number.

Commercial item means any goods exported/imported in the course of a business transaction, whether or not they are sold for money or exchanged.

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- (9) Give the amount of postage paid to the Post for the item. Specify separately any other charges, e.g. insurance.
- (10) Tick the box or boxes specifying the category of item.
- (11) Provide details if the contents are subject to quarantine (plant, animal, food products, etc.) or other restrictions.
- (12), (13) and (14) If your item is accompanied by a licence or a certificate, tick the appropriate box and state the number. You should attach an invoice for all commercial items.
- (15) Your signature and the date confirm your liability for the item.

Related to Customs Group activities (4)



Article 20-001 Items subject to customs control

Amend paragraph 2 as follows and delete the commentary on paragraph 1:

- 2 Provisions applicable to letter-post items
- 2.1 to 2.4 (No change.)
- 2.5 If the value of the contents declared by the sender exceeds 300 SDR, or if the sender prefers, the items shall also be accompanied by the prescribed number of separate CN 23 customs declarations. One of these declarations shall be affixed to the item. If the declaration is not directly visible on the outside of the item, the detachable part of the CN 22 customs declaration shall be affixed to the outside of the item. It shall also be possible to replace the detachable part of the CN 22 customs declaration with a gummed or self-adhesive white or green label inscribed as follows: Inscription in black



- 2.6 to 2.8 (No change.)
- 2.9 For M bags, the CN 22 customs declaration shall be stuck on the address label if the country of destination so requests. If the value of the contents declared by the sender exceeds 300 SDR, or if the sender prefers, the detachable part of the CN 22 customs declaration or the aforementioned gummed or self-adhesive label shall be affixed to the address label and the CN 23 customs declarations shall be affixed to that same label. If the designated operator of the country of destination so requests, they shall be attached to one of the items contained in the bag.

2.10 to 2.12 (No change.)



Related to Transport Group activities (4)

Article 08-002 Implementing provisions for providing electronic advance data

Create new paragraph 6 as follows:

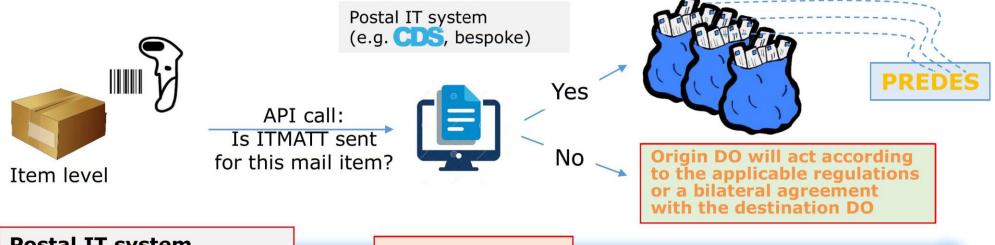
6 When dispatching receptacles for which electronic advance data (EAD) is required for certain destination countries, the designated operator of origin shall ensure that all such country-specific EAD requirements have been duly met and that the relevant CARDIT message is transmitted, including any applicable regulations (AR) flag, in compliance with UPU Messaging Standard M48.

Related to EAD





Postal software applications respond to the need to detect missing ITMATT and other EAD-related risk assessments carried out on outbound mail items



Postal IT system

(e.g. PS, CDA, bespoke)

"EAD check"



- Upon creation of a dispatch, the postal IT system (e.g. IPS, CDA, bespoke) will inform the OE staff of any mail <u>items</u> containing goods without ITMATT or with open referrals, enabling them to intercept the items concerned and act accordingly.
- The AR flag value will be automatically included in the consignment level CARDIT message based on the result provided by the IT system (e.g. IPS, bespoke). This functionality may be restricted to PLACI destinations only (with functionality implemented in IPS).