

# United States Postal Service

**Loyalty Program** 





Updated May, 2021



#### What is the Loyalty Program?

- The USPS<sup>®</sup> Loyalty Program is an incentive program for *business users* of the Click-N-Ship<sup>®</sup> application.
- The program enables registered business users to earn financial benefits when they use the Click-N-Ship<sup>®</sup> application to purchase **Priority Mail<sup>®</sup> and Priority Mail Express<sup>®</sup>** labels.
- The Loyalty Program allows users to earn credit for doing the business they are already doing with the USPS.
- Earned credits can be applied to future purchases of Priority Mail<sup>®</sup> and Priority Mail Express<sup>®</sup> Click-N-Ship<sup>®</sup> labels, right in the shipping cart at checkout.
- All business customers registered on the Click-N-Ship<sup>®</sup> application on the usps.com<sup>®</sup> website are **automatically enrolled** in the program.



### **Promote USPS shipping options to small businesses**

- Focus on Priority Mail® and Priority Mail Express®
- Promote use of **USPS Click 'n Ship**<sup>®</sup> online service

### Increase customer retention / Reduce customer attrition - churn

- Reimagine, redefine and improve the USPS customer experience
- Extend customer lifetime graduate customers based on their needs
- Grow relationship lifetime value \$\$\$

# Build stronger relationships with our small business customers

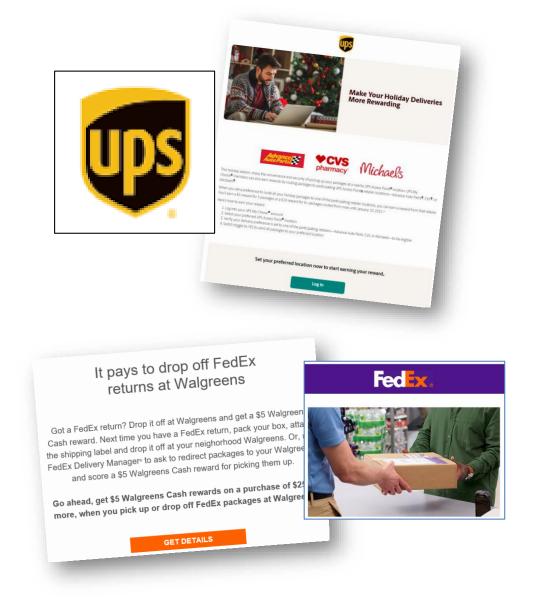




# Competitors offer "Loyalty" value propositions

"Earn a reward while keeping your packages secure this holiday season. When you set a preference to have all your holiday packages routed to a participating **UPS** Access Point retail location - Advance Auto Parts<sup>®</sup>, CVS<sup>®</sup>, or Michaels<sup>®</sup> - you can earn a gift card from that retailer."

"Got a **FedEx** return? Drop it off at Walgreens and get a \$5 Walgreens Cash reward. Next time you have a FedEx return, pack your box, attach the shipping label and drop it off at your neighborhood Walgreens. Or, use FedEx Delivery Manager<sup>®</sup> to ask to redirect packages to your Walgreens, and score a \$5 Walgreens Cash reward for picking them up."





#### August 2020, Launch "Phase 1"

- Registered *business users* of Click-N-Ship earn credits on purchases of Priority Mail & Priority Mail Express, to apply to future purchases
- The Loyalty Program allows users to earn \$40 credit for every \$500 spent
- Bonus opportunities available (with first \$500 spend on PM/PME):

#### January 2021, Launch "Phase 2"

- Loyalty Tiers increase benefits as Click-N-Ship use and shipping volume grows, a great customer retention incentive
- Landing Page improves the overall customer experience





#### What is the Welcome Bonus?

- New business account users are eligible for the Loyalty Program Welcome Bonus.
- This allows new business users of the Click-N-Ship<sup>®</sup> application to earn a one-time Welcome Bonus of \$40 of credit following the first \$500 spent on Priority Mail<sup>®</sup> and Priority Mail Express<sup>®</sup> labels.
- The Welcome Bonus is *in addition to* the Base Tier Loyalty credit, where users earn \$40 of credit for each \$500 spent on Priority Mail<sup>®</sup> and Priority Mail Express<sup>®</sup> labels.
- What this means: Once a new business user completes the first \$500 of purchases, a total of \$80 of credit is earned toward future purchases.
- After the first \$500 of purchases, users will continue to earn Base Tier Loyalty Program benefits thereafter.



### What are the Loyalty Tiers and when will they go into effect?

- Beginning in January 2021, USPS launched "Tiers" within the USPS<sup>®</sup> Loyalty Program, which will grow benefits along with increased spending levels on Priority Mail<sup>®</sup> and Priority Mail Express<sup>®</sup> labels through the Click-N-Ship<sup>®</sup> application.
  - **1.** All Click-N-Ship<sup>®</sup> business users are automatically enrolled in the Base Loyalty Program Tier once they ship with Priority Mail<sup>®</sup>, earning them \$40 of credit for each \$500 spent.
  - 2. When a business user spends \$10,000 on Priority Mail<sup>®</sup> and Priority Mail Express<sup>®</sup> labels in the prior calendar year, they will graduate to the **Silver Tier**, and begin to earn \$50 of credit for each \$500 spent.
  - 3. If a business user spends \$20,000 on Priority Mail<sup>®</sup> or Priority Mail Express<sup>®</sup> in the prior calendar year, they will graduate to the **Gold Tier** and earn Commercial Base Pricing.
- Spending will be assessed and Loyalty tiers assigned **at the start of each calendar year** thereafter, enabling business users to grow their benefits as volumes grow.



#### USPS Loyalty Program – Benefits at a Glance

| Tier                      | Base / Value            | Silver                  | Gold                    |
|---------------------------|-------------------------|-------------------------|-------------------------|
| Benefits                  | Any Qualifying Purchase | Spend Level: \$10,000 + | Spend Level: \$20,000 + |
| Automatic Enrollment      | *                       | *                       | *                       |
| Free C-N-S account        | *                       | *                       | *                       |
| set-up                    |                         |                         |                         |
| Access to Loyalty Program | *                       | *                       | *                       |
| dashboard website         |                         |                         |                         |
| Free Priority Mail        | *                       | *                       | *                       |
| Shipping Supplies         |                         |                         |                         |
| Free Package Pick-up      | *                       | *                       | *                       |
| Welcome Bonus:            | *                       |                         |                         |
| \$40. earned credit 1     | •                       |                         |                         |
| 8% earned credit 2        | *                       |                         |                         |
| 10% earned credit 2       |                         | *                       |                         |
| 20 - 40% discount with    |                         |                         | *                       |
| Commercial Base pricing 3 |                         |                         | -                       |

1. "Welcome Bonus" is an earned credit on the first \$500. customer spend

2. Credits earned based on Tier Credit value per \$500. spend

3. Commercial Base pricing discounts are based on weight and zone combinations



**Check Loyalty Points & Rewards** 



# Is the USPS<sup>®</sup> Loyalty Program for "Click-N-Ship Business Pro<sup>®</sup>" or "Click-N-Ship<sup>®</sup>" customers?

The USPS<sup>®</sup> Loyalty program is for registered *business users* of the "Click-N-Ship<sup>®</sup>" application only. "Click-N-Ship Business Pro<sup>®</sup>" users are not part of the program.

# How long does it take for credits to show up in my Click-N-Ship<sup>®</sup> account?

Credits will be available in the customer account 30 calendar days after each \$500 spent on Priority Mail<sup>®</sup> and Priority Mail Express<sup>®</sup> labels.

## Do credits issued by the USPS<sup>®</sup> Loyalty Program expire?

 Yes. Credits issued as part of the USPS<sup>®</sup> Loyalty Program will expire one year from the date of issuance.



### Where can I check my credit balance for the USPS<sup>®</sup> Loyalty Program?

 Available credits are displayed in your shipping cart during the Click-N-Ship<sup>®</sup> checkout process and on the new Loyalty Program page on usps.com

|  | SHIPPING ADDRESS  | PACKAGE INFO   |   | FUSPS.COM Quick Tools Send  | Receive Shop<br>ED EMPLOYEE AVAILABILITY DUE TO THE IMPACTS OF CO<br>THE HOLIDAYS TO YOU.                              | Businets International Help<br>WID-19. WE APPRECIATE YOUR PATIENCE AND REMAIN CON              | Q<br>MITTED TO DELIVER |   |  |
|--|---|--|---|---|--|--|------------------------|---|--|
|  | (1 of 1) JOHN DOE<br>Est 123 MAIN ST<br>ANYTOWN, EX 12345<br>Ottote | Ship Date: 07/01/20<br>Value: \$50.00<br>From: 54321 | Priority Maliti 2-Day<br>Fait Rate Envelope<br>USPS Trackingfi<br>Label Total | USPS Loyalty Program<br>Earn Loyalty Points & Save on Shippir<br>With the USPS Loyalty Program <sup>75</sup> , small basinesses<br>Priority Mall <sup>®</sup> and Program <sup>75</sup> , small basin prinder |  |  | se Yo                  | our Tier Status & Earn Mo   | re Rewards<br>Gold   |
| by alty Points & Credits<br>8 points will be available in the next 30 days.<br>10 you earn 500 points with Click-N-Ship®, you will receive an \$40 credit. |   |  | Go to My Loyalty Oversiew   | the USPS Loyalty Program W  |  |  | Survey<br>You'll earn: | oous<br>You'll receive:   |  |
| can use any available credit   | t you have on eligible Priority Mail® or Priority Mail Exp          | press® label purchases.                              | Order 7   | Ship Online Using Click-N-Ship<br>Use your USPS.com business account to purchase<br>Priority Mail Zeness shipping   | Earn Loyalty Points<br>Atomscally em loyalty points<br>Priority Mail and Priority Mail Express prochases. <sup>1</sup> | Get Shipping Credits<br>Seve on hure Privity Mail Express<br>seve on hure Privity Mail Express | y sent<br>ant.         | \$50 or overy<br>solo spent<br>\$10,000 annual spend required.<br>Go to My Loyalty Overview | Commercial B<br>Pricing - up to<br>49% of retail<br>rates<br>\$20,000 annual spend required. |
|  |   |  |   | labels.   |  | and a first or state of the  | _                      |   |  |



# Is there a limitation, cap, or ceiling on the amount of credits I can earn as part of the USPS<sup>®</sup> Loyalty Program?

 No. There is no cap or ceiling on the amount of credits that you can earn as a USPS<sup>®</sup> Loyalty Program customer. You continue to earn credits based on your assigned loyalty tier for each \$500 spent. There is no ceiling on the amount spent. After January 2021, there is an increase in benefits through applications of tiers for purchases.

# Are there any circumstances where the credits can be used outside of the Click-N-Ship<sup>®</sup> application?

 The USPS<sup>®</sup> Loyalty Program applies only to business user purchases of Priority Mail<sup>®</sup> and Priority Mail Express<sup>®</sup> labels through the Click-N-Ship<sup>®</sup> application. Credits earned can only be applied to future purchases of these products through the Click-N-Ship application.



# What USPS services offered in the Click-N-Ship<sup>®</sup> application earn credit for eligible customers as part of the USPS<sup>®</sup> Loyalty Program?

- The USPS<sup>®</sup> Loyalty Program allows users to earn credits only for purchase of **Priority Mail<sup>®</sup>** and **Priority Mail Express<sup>®</sup>** labels using the Click-N-Ship<sup>®</sup> application
- No other services are part of the Loyalty Program at this time, but stay tuned for "Phase 3"





### How do I register for the USPS<sup>®</sup> Loyalty Program?

- There is no registration required.
- New and existing registered business users of the Click-N-Ship<sup>®</sup> application will be automatically enrolled in the USPS<sup>®</sup> Loyalty Program.

# How are labels refunded for USPS<sup>®</sup> Loyalty Program customers?

 The refund policy for labels will follow the current Click-N-Ship<sup>®</sup> refund process.

## **Can I unenroll from the USPS® Loyalty Program?**

- As business user, you can elect not to use the credits that you earn. No action is required.
- Credits will automatically expire one year from the date issued.



# **Loyalty Program Website**

### How do I get to the Loyalty Program?

- USPS.com/smallbusiness webpage
  - Hot Link to Loyalty webpage
- USPS.com/CNS website
  - Strategic positioning
  - Banner ads
  - Rotating features
- Here is the URL:

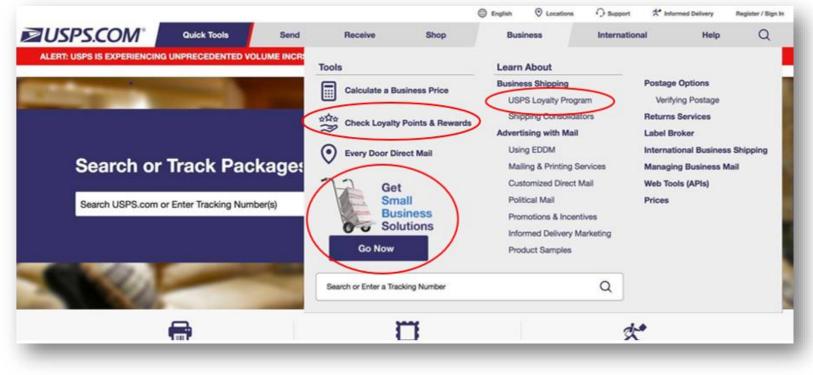
http://www.usps.com/loyalty





### How do I get to the Loyalty Program? Something NEW:

- USPS.com Top Listing: Business > Business Shipping > USPS Loyalty Program
- "Stars-In-Hand" Check Loyalty Points & Rewards
- "Get Small Business Solutions" Hot Link





# **Loyalty Program Promotion**

### **Internal Messaging:**

- USPS user Screen Saver & Scroll on user terminals
- Retail Digest, Postal Bulletin, LINK Articles
- Quick link and banners on usps.com

# **External Messaging:**

- SEO (Search Engine Optimization)
- Website Banner Ads
- Targeted email campaign
- Social Media Facebook and Instagram





## Loyalty at Retail

- POS Receipt messaging
- Earn rewards on your business account purchases of Priority Mail labels with the USPS Loyalty program by using Click and Ship. Visit www.usps.com/smallbizloyalty for more info. • Wide distribution: every customer gets a receipt
  - All POS terminals and self-service kiosks
  - Messaging:

"Earn rewards on your business account purchases of Priority Mail® labels with the USPS Loyalty program by using Click and Ship<sup>®</sup>. Visit <u>www.usps.com/smallbizloyalty</u> for more info."

- Specific customer engagement tracking with definitive metrics
- Launched nationally in March in over 18,000 post offices



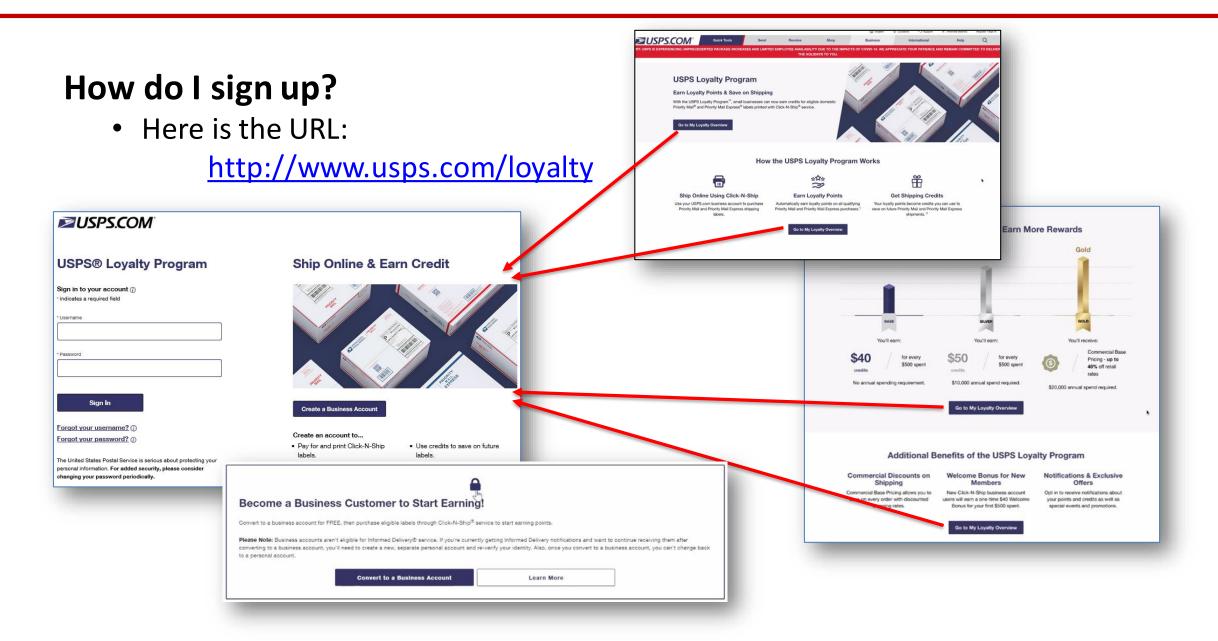
# Is anyone signing up for Click-N-Ship<sup>®</sup> and using the USPS Loyalty Program?

- Yes! So far:
  - Over 500,000 business customers have qualified for the **Base Tier**
  - Thousands of business customers have qualified for the Silver Tier and Gold Tier
  - Millions of transactions from *new* small business customers

Click-N-Ship<sup>®</sup> and Priority Mail<sup>®</sup> meets these customers' needs! The USPS Loyalty Program *adds value* and builds the relationship!



# **Loyalty Program Website**





# **USPS Loyalty Program**



Visit the Loyalty Program home page at: <u>http://www.usps.com/loyalty</u>

http://www.usps.com/smallbusiness