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BEFORE THE
U.S. DEPARTMENT OF TRANSPORTATION
WASHINGTON, D.C.

RECEIVED
AUG 12 2005

Application of)	
)	
US AIRWAYS, INC.)	
and)	
DEUTSCHE LUFTHANSA AG)	Docket 2003-15946 - 17
)	
for statements of authorization under)	
14 C.F.R. Part 212 and an exemption)	
pursuant to 49 U.S.C. § 40109(c))	
)	

**APPLICATION OF US AIRWAYS, INC.
FOR RENEWAL OF AN EXEMPTION**

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July 28, 2005

NOTICE: Answers to this application for renewal are due on or before August 12, 2005.

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July 28, 2005

**APPLICATION OF US AIRWAYS, INC.
FOR RENEWAL OF AN EXEMPTION**

Pursuant to 49 U.S.C. § 40109 and Subpart C of the Department’s Rules of Practice (14 C.F.R. Part 302), US Airways, Inc. (“US Airways”)¹ applies for renewal of (i) its exemption authority to engage in scheduled foreign air transportation of persons, property, and mail between any point or points in the United States, and any point or points in Germany, directly and via intermediate points, and beyond Germany to any point or points in third countries; (ii) to integrate this authority with its existing certificate and exemption authority; and (iii) any necessary exemption authority (including the right to integrate such authority with its existing certificates and exemptions) in order to engage in code-sharing arrangements with Lufthansa.²

In support of this renewal application, US Airways respectfully states as follows:

¹ US Airways’ original Joint Application with Lufthansa was also made on behalf of its affiliated carriers, PSA Airlines and Piedmont Airlines.

² Including Lufthansa regional carriers authorized to display the US code.

1. US Airways is a Delaware corporation with its principal office at 2345 Crystal Drive, Arlington, Virginia, 22227.

2. US Airways is a citizen of the United States within the meaning of 49 U.S.C. § 40102(a)(15)(C) and is fit, willing, and able to provide the services contemplated by this renewal application. US Airways holds various certificates of public convenience and exemption authorities. *See, e.g.*, DOT Orders 97-7-2 , 01-4-15; Notice of Action Taken, January 5, 2005. Pursuant to Rule 24 of the Department's Rules of Practice, US Airways requests that the Department take official notice of all information previously filed to establish US Airways' fitness.

3. By Notices of Action Taken (October 10 and October 16, 2003), the Department granted a two-year exemption from 49 U.S.C. § 41101 to US Airways in order to engage in scheduled foreign air transportation of persons, property, and mail between any point or points in the United States, and any point or points in Germany, directly and via intermediate points, and beyond Germany to any point or points in third countries; (ii) to integrate this authority with its existing certificate and exemption authority; and (iii) any necessary exemption authority (including the right to integrate such authority with its existing certificates and exemptions) in order to engage in code-sharing arrangements with Lufthansa. On January 11, 2005, the Department amended this exemption by removing a condition in the original NOAT.

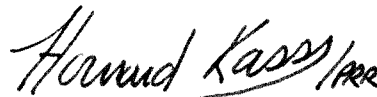
4. Renewal of US Airways' exemption will greatly serve the public interest by providing substantial competition to other carriers serving Germany and beyond.

5. The Department has previously determined that the exemption authority sought in this renewal application is consistent with the aviation agreement between the United States and Germany. *See* NOAT's referenced above in paragraph 3.

6. Pursuant to 14 C.F.R. § 377.10, US Airways intends to rely on the Administrative Procedures Act, 5 U.S.C. § 558(c), as implemented by Part 377, to continue in effect its current exemption in this regard pending a final determination on this renewal application. US Airways' current exemption is effective through October 10, 2005. (*See* NOAT, October 10, 2003; NOAT, October 16, 2003; and NOAT, January 11, 2005.) Accordingly, this renewal application is timely filed under the provisions of Part 377.

WHEREFORE, US Airways, Inc. respectfully requests that the Department renew its exemption from 49 U.S.C. § 41101 and route integration authority as discussed herein.

Respectfully Submitted,



ELIZABETH K. LANIER
Executive Vice President – Corporate Affairs
and General Counsel
HOWARD KASS
Managing Director/Associate General Counsel
US Airways, Inc.

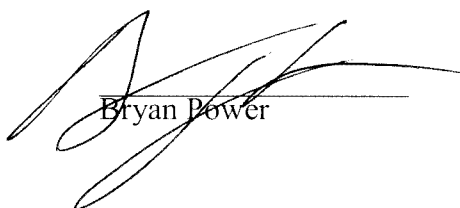
July 28, 2005

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CERTIFICATE OF SERVICE

I certify that, on July 28, 2005, I caused to be served a copy of the Application of US Airways for Renewal of an Exemption by e-mail, upon those persons listed below:

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