

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

ANNUAL COMPLIANCE REVIEW, 2018

Docket No. ACR2018

RESPONSES OF THE UNITED STATES POSTAL SERVICE TO
QUESTIONS 1-2 OF CHAIRMAN'S INFORMATION REQUEST NO. 25

The United States Postal Service hereby provides its responses to the above-listed questions of Chairman's Information Request No. 25, issued on March 29, 2019. Each question is stated verbatim and followed by the response.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

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**RESPONSES OF THE UNITED STATES POSTAL SERVICE
TO CHAIRMAN'S INFORMATION REQUEST NO. 25**

1. Please see Attachment, filed under seal.

RESPONSE:

a. Confirmed.

b. Confirmed.

c. Confirmed. The amount omitted represents 0.1 percent of the total volume.

d. Confirmed. The total DSCF volume value presented in cell B18 in the 'Volumes' worksheet in the folder NP15 cost model is incorrectly linked to a FY 2017 input file.

The DSCF machinable, NMO, and oversize volume values presented in cells C18, D18, and E18 in that same worksheet, however, are linked to the correct FY 2018 input file.

The volume values in these latter three cells are used to calculate the mail processing unit cost estimates in the 'Summary' worksheet of folder NP15. Consequently, the cell B18 error had no impact on the cost model results.

e. Confirmed. The volume value in cell C26 in the 'Summary' worksheet in the folder NP15 cost model represents the sum of the DSCF machinable 3-digit presort and 5-digit presort mail volumes. There is currently only one DSCF machinable mail flow worksheet (page 17) in the cost model and that mail flow depicts the processing steps for DSCF machinable 5-digit presort mail only. The DSCF machinable 3-digit presort volume was incorporated into cell C26 in the 'Volume' worksheet as an interim measure. The Postal Service is investigating the possibility of updating the NP15 cost model to

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include a separate and distinct DSCF machinable 3-digit presort mail flow, and proposing the updated model in a rulemaking docket later this year.

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2. Please see Attachment, filed under seal.

RESPONSE:

a. Confirmed.

b. Confirmed.

c. Confirmed. Total Parcel Select Cost Segment 8 attributable cost, found in cell D58, tab "CS08" of NP12 is calculated using an aggregation of Parcel Select lightweight and traditional weight TRACS distribution keys. The same distribution keys are used to disaggregate traditional weight and lightweight Parcel Select in NP16. These distribution factors are filed in USPS-FY18-NP24.

d. Confirmed. Total Parcel Select Cost Segment 14 attributable cost, found in cell D58, tab "CS14" of NP12 is calculated using an aggregation of Parcel Select lightweight and traditional weight TRACS distribution keys. The same distribution keys are used to disaggregate traditional weight and lightweight Parcel Select in NP16. These distribution factors are filed in USPS-FY18-NP24.