



December 30, 2022

Hon. Erica A. Barker, Secretary  
Postal Regulatory Commission  
901 New York Avenue NW, Suite 200  
Washington, D.C. 20268-0001

Dear Ms. Barker:

As required by 39 C.F.R. §§ 3030.160(b) and 3030.181(b), I am submitting the United States Postal Service's calculations for density rate authority and retirement rate authority. The calculations are presented in the attached Microsoft Excel file and are based on data submitted with the FY 2022 Annual Compliance Report. That Report, filed December 29, 2022, also shows that revenues did not cover attributable costs for the Periodicals mail class.

Pertinent to the issue of our density rate authority, on December 12, 2022, the United States Postal Service submitted Proposal Seven in Docket No. RM2023-2. Through this petition we are seeking changes to analytical principles related to a one-time adjustment in the FY 2022 Annual Compliance Report to exclude from institutional costs the \$57 billion negative expense caused by the Postal Service Reform Act's elimination of all past due retiree health benefit payments. Should the Commission determine that this adjustment is appropriate and approve Proposal Seven, density rate authority calculations would change substantially. Therefore, the United States Postal Service is also including an additional set of density rate authority calculations for this scenario.

Regarding our retirement rate authority, on September 28, 2022, the Postal Service remitted payment of \$500 million to the Civil Service Retirement and Disability Fund (CSRDF) pursuant to instructions provided by the U.S. Office of Personal Management.<sup>1</sup> At the request of the U.S. Office of Management and Budget, adjustments relating to this transaction were input on December 22, 2022, to update certain budgetary reporting. These adjustments did not alter the amount remitted by the Postal Service towards its fiscal year 2022 FERS obligation, the CSRDF as the recipient of the funds, or the timely original date of remittance.

The Postal Service intends to use these additional rate authorities, although precise decisions about how, and in what amounts, will be made by the Governors after the Commission formally determines how much of each rate authority is available. 39 C.F.R §§ 3030.160(c)(1) and 3030.181(c)(1).

---

<sup>1</sup> See attached documentation. For privacy purposes, personal information has been redacted.

2

Best regards,

/s/

James L. Tucker  
Chief Counsel, Pricing & Product Support

Enclosure

IPAC TRANSACTION

Originating ALC Customer ALC Submitter ALC PAYMENT  
18000001 24000002

Document Reference Number Summary Amount  
06102745 \$500,000,000.00

Accomplished Date Accounting Date Number of Detail(s) Originator DO Symbol  
09/28/2022 09/30/2022 1 X0061

ALC Contact Contact Phone  
Chunxia Ren  
Contact Email

Receiver Treasury Account Symbol							Sender Treasury Account Symbol											
Detail Nr	SP	ATA	AID	BPOA	EPOA	A	MAIN	SUB	Receiver DUNS+4	SP	ATA	AID	BPOA	EPOA	A	MAIN	SUB	Sender DUNS+4
1			024			X	8135	000		22		018			X	4020	002	
	Receiver BETC								Receiver DUNS	Sender BETC								Sender DUNS
	COLL									DISNGF								

Purchase Order Number Invoice Number  
NA NA

Obligating Document Number Requisition Number Contract Number  
NA

CLIN Jas Number

ACT(trace number) Job (Project) Number Pay Flag  
F

Unit of Issue Quantity Unit Price Detail Amount  
EA 1.00 \$500,000,000.00 \$500,000,000.00

ACRN Accounting Classification Code FSN/AAA/ADSN DOD Activity Address Code  
0

Transaction Contact Contact Phone  
Sarah Dumais

Transaction Description Miscellaneous Information  
USPS payment to the CSRDF for a portion of OPM POC email: mailto: [Redacted]  
FY 2022 FERS expenses.

# IPAC TRANSACTION

---

Sender Standard General Ledger (SGL) Information

SGL Category  
30D  
90C

Federal Flag  
F  
F

SGL Account  
1010  
2211

Amount  
\$500,000,000.00 Debit  
\$500,000,000.00 Credit

Sender SGL Comments

Receiver SGL Comments