Postal Rate Commission Submitted 3/31/2003 10:56 am Filing ID: 37555 Accepted 3/31/2003

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

EXPERIMENTAL RATE AND SERVICE CHANGES TO IMPLEMENT NEGOTIATED SERVICE AGREEMENT WITH CAPITAL ONE SERVICES, INC.

Docket No. MC2002-2

JOINT MOTION OF THE UNITED STATES POSTAL SERVICE,
CAPITAL ONE SERVICES, INC, AND
THE OFFICE OF THE CONSUMER ADVOCATE
FOR CONSIDERATION OF THE STIPULATION AND AGREEMENT
AS THE BASIS FOR RECOMMENDED DECISION
(March 31, 2003)

The United States Postal Service, Capital One Services, Inc., and the Office of the Consumer Advocate hereby jointly move that the Commission base its recommended decision in this docket on the Stipulation and Agreement filed herewith, in accordance with 39 U.S.C. §§ 3622 and 3623. These participants have been actively engaged in settlement negotiations, as reported to the Commission on March 13. The negotiations have concluded successfully, as reflected in the Stipulation and Agreement, its attachments, and related documents being filed today. These documents are being circulated to all intervenors and further signatories are expected.¹

As a result of the settlement, a footnote would be added to the proposed DMCS to indicate the ability of other mailers to propose, have considered, and negotiate NSAs comparable to the Capital One NSA, as specified by the Postal Service.

¹ Parties who wish to sign the Stipulation and Agreement should file their signature page directly with the Commission with an appropriate notice. All parties are kindly requested to inform undersigned counsel as soon as possible as to whether they are signing the Stipulation and Agreement, not signing but not opposing, or opposing.

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Implementing regulations would be issued by the Postal Service to describe the

required features of a comparable agreement as well as factors that will be evaluated.

The regulations would also provide a process for a mailer seeking an NSA comparable

to the Capital One NSA, including an opportunity for reconsideration should negotiations

fail. In addition, the Postal Service agrees to provide annual reports on requests for

comparable NSAs and their status. The settlement also provides for a revised data

collection plan for the Capital One NSA itself.

The OCA has agreed to withdraw its alternative classification and rate proposal.

The OCA no longer supports its alternative proposal and believes that the Commission

should recommend the revised DMCS language to implement the Capital One NSA

under the terms of the Stipulation and Agreement. The OCA believes that the

Stipulation and Agreement addresses the issues and concerns it raised in its case-in-

chief and in rebuttal to the Postal Service's direct case.

For these reasons and those set forth in related documents filed today and in

briefs to be filed in accordance with the procedural schedule, the joint movants ask the

Commission to base its recommended decision on the Stipulation and Agreement filed

today in this docket.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

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March 31, 2003

Daniel J. Foucheaux, Jr. Chief Counsel, Ratemaking Nan M. McKenzie

Scott L. Reiter

CERTIFICATE OF SERVICE

I hereby certify that I have this day served the foregoing document upon all participants of record in this proceeding in accordance with section 12 of the Rules of Practice.

Scott L. Reiter

475 L'Enfant Plaza West, S.W. Washington, D.C. 20260-1137 March 31, 2003