

USPS-LR-K-110

**PRC Version/Test Year
Letter/Card Processing Cost Models
(FCM, Standard Mail, and
Nonmachinable Surcharge)**

INTRODUCTION

Library reference USPS LR-K-110 is a category 5 library reference that contains both hardcopies and electronic copies of the Postal Rate Commission (PRC) version of the models in USPS-LR-K-48. These cost studies include: First-Class Mail letters/cards, Standard Mail letters, and Nonmachinable surcharge cost estimates. These studies use the PRC version of various data inputs.

A. FIRST-CLASS MAIL LETTERS/CARDS

This cost study is contained in the EXCEL file LR-K-110FCLTRS.xls. It uses PRC inputs to develop Test Year PRC First-Class Mail total mail processing unit cost estimates and worksharing related savings estimates by rate category for both letters and cards.

B. STANDARD MAIL LETTERS

This cost study is contained in the EXCEL file LR-K-110STDLTRS.xls. It uses PRC inputs to develop Test Year PRC Standard Mail total mail processing unit cost estimates and worksharing related savings estimates by rate category for letters.

C. NONMACHINABLE SURCHARGE

The Nonmachinable surcharge cost studies are found in the EXCEL files LR-K-110FCLTRS.xls for First-Class Mail and LR-K-110STDLTRS.xls for Standard Mail. They use PRC inputs to develop cost estimates in the test year for processing nonmachinable pieces. The results from this study are provided to witnesses Robinson (USPS-T-27) and Taufique (USPS-T-28).