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POSTAL REGULATORY
COMMISSION
OFFICE OF THE SECRETARY

July 16, 2010

Hon. Shoshana M. Grove, Secretary
Postal Regulatory Commission
901 New York Avenue NW, Suite 200
Washington, D.C. 20268-0001

Dear Ms. Grove:

On May 24, 2010, I transmitted the quarterly Billing Determinants for Quarter 2 of Fiscal Year (FY) 2010 (39 C.F.R. § 3050.25(e)). This report consisted of three parts:

1. Market Dominant Products Billing Determinants – FY 2010 Quarter 2 (This part is **Public**);
2. Competitive Products Billing Determinants – FY 2010 Quarter 2 (This part is **Non-Public**); and
3. International Products Billing Determinants – FY 2010 Quarter 2.
 - a. International Market Dominant Products Billing Determinants -- FY 2010 Quarter 2 (This subpart is **Public**); and
 - b. International Competitive Products and ICM Billing Determinants -- FY 2010 Quarter 2 (This subpart is **Non-Public**).

Subsequently, the Postal Service has revised the First-Class Mail section of Part 1 (Market Dominant Billing Determinants). This revision, on page A-1, corrects the volume reported for First-Class Mail, QBRM. In addition, page A-12 has been added to provide information on the Move Update Adjustment. These

changes are explained in more detail below:

1. On page A-1 (First-Class Mail, Single-Piece Letters), the original volume estimate (in cell E26 of the Excel worksheet) was 55,080. The corrected number is 128,726 (red font in the worksheet). This change causes the First-Ounce revenue estimate (in cell E32) to change from \$22,968 to \$53,679. As a result of these changes, the Total Calculated Revenue (in cell E36) changes from \$2,923,589 to \$2,954,229. Also, the Revenue Adjustment Factor (in cell E38) changes from 101.89% to 100.83%.
2. A new page A-12 (First-Class Mail, Move Update Adjustment) has been added to provide the volume and revenue from the Move Update Assessment Charge, which became effective on January 4, 2010.

I have enclosed corrected page A-1 and new page A-12 in hard copy form, and in electronic form on a computer disk.

If you have any questions regarding this report or the discussion above, please call.

Sincerely,



Daniel J. Foucheaux, Jr.
Chief Counsel, Pricing and
Product Support

Enclosures

cc: Ms. Taylor