

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

TRANSFERRING COMMERCIAL STANDARD MAIL
PARCELS TO THE COMPETITIVE PRODUCT LIST

Docket No. MC2010-36

REVISED RESPONSE OF THE UNITED STATES POSTAL SERVICE TO
QUESTION 11(c) OF CHAIRMAN'S INFORMATION REQUEST NO. 1
(October 15, 2010)

The United States Postal Service hereby provides its revised response to Question 11(c) of Chairman's Information Request No. 1. The question is stated verbatim and is followed by the response.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

R. Andrew German
Managing Counsel, Pricing & Product
Development

Nabeel R. Cheema

475 L'Enfant Plaza West, S.W.
Washington, D.C. 20260-1137
(202) 268-7178, Fax -5402
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**REVISED RESPONSE OF THE UNITED STATES POSTAL SERVICE
TO CHAIRMAN'S INFORMATION REQUEST NO. 1**

Question 11

The Postal Service's proposal does not include non-profit Standard Mail Fulfillment Parcels.

- c. If the transfer is approved, please explain how prices for non-profit Standard Mail Fulfillment Parcels would be determined.

RESPONSE:

(c) With the transition to the Mail Classification Schedule, which has resulted in the elimination of subclasses, the Commission has interpreted section 3626(a)(6) to require that nonprofit rates be set to yield per-piece revenues that are 60 percent of commercial per-piece revenues at the class level.¹ Therefore, after the transfer of commercial Standard Mail Fulfillment Parcels to the competitive product list, prices for nonprofit Standard Mail Fulfillment Parcels will be set to ensure that nonprofit Standard Mail pieces continue to yield per-piece revenues that are 60 percent of commercial Standard Mail per-piece revenues.

¹ See, e.g., Annual Compliance Determination 2008, at page 63.