

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

NOTICE OF CLASSIFICATION AND PRICE
ADJUSTMENTS FOR FIRST-CLASS MAIL
AND STANDARD MAIL INITIATIVES

Docket No. R2011-1

UNITED STATES POSTAL SERVICE
NOTICE OF MARKET DOMINANT PRICE ADJUSTMENT
(November 2, 2010)

Pursuant to section 3622 of title 39 and 39 C.F.R. part 3010, the Postal Service hereby provides notice that the Governors have authorized the Postal Service to adjust the classification language and prices for its market dominant products. The three adjustments described herein, which affect First-Class Mail[®] and Standard Mail[®] prices, are planned to take effect at 12:01 AM on January 2, 2011. In this Notice, the Postal Service provides the information required by Rule 3010.14, including a description of the price changes.

The Postal Service certifies that it will inform customers of these classification and price adjustments, as required by Rule 3010.14(a)(3). In addition to this Notice, the Postal Service will be publishing notice of these changes shortly on USPS.com, the Postal Explorer website, the *DMM Advisory*, and the *P&C Weekly*, as well as issuing a Press Release. Thus, widespread notice is being given more than 45 days prior to the planned implementation date. Furthermore, the Postal Service plans to provide public notice of these changes in future issues of the *PCC Insider*, *MailPro*, *Postal Bulletin*, and *Federal Register*.

The Postal Service, pursuant to Rule 3010.14(a)(4), identifies Mr. Greg Dawson as the official who will be available to provide responses to queries from the Commission. Mr. Dawson's contact information is as follows:

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The remainder of this Notice is structured as follows. In Part I, the Postal Service describes the changes to the classification and pricing structures for First-Class Mail and Standard Mail. In Part II, the Postal Service discusses its compliance with the price cap. In Part III, the Postal Service discusses how its prices are consistent with the objectives and factors of section 3622 and the preferential pricing requirements of section 3626. Three workbooks are also included as part of this notice: the first details the impact of the adjustments on First-Class Mail; the second, the impact of the adjustments on Standard Mail; and the third provides background data on one of the adjustments (Move Update).

I. Description of Adjustments

A. Reply Rides Free

The Postal Service proposes a pricing initiative ("Reply Rides Free") for mailers of First-Class Mail Automation Letters. Under specified conditions, automation letters weighing more than one (1) ounce and no more than one and two-tenths (1.2) ounces will qualify for postage payment at the one-ounce price when those letters include a

reply card or envelope.¹ For mailers who participate, First-Class Mail automation letters would qualify until May 1, 2011. From May 1, 2011 on, only automation letters with the full-service Intelligent Mail[®] barcode (IMb) would qualify. All presort and automation letter volume will count towards the volume threshold(s), but mail that is presorted without being automation-eligible would not qualify for the incentive. The initiative is structured as an annual incentive.

To qualify, mailers must agree to meet a volume threshold of First-Class Mail Presort and Automation Letters, to use full-service IMb as of May 2011, and to enclose a reply card or envelope, either courtesy reply or business reply, in its First-Class Automation Letters. The reply piece may be in the format of a reusable envelope. Mailers must present a sample of the reply enclosure at entry with each mailing to ensure compliance with enclosure requirements.

The purpose of the Reply Rides Free initiative is to slow the diversion of customers' mail to electronic channels. Mailers have told the Postal Service at industry and private meetings that they are converting to online bill and statement delivery and payment acceptance channels to lower costs. In order to minimize postage for those pieces that remain in the mail, most mailers have designed their bills and statements (and enclosures, if any) to weigh less than one ounce. They will only add promotional inserts to their mailings if the mailpiece stays at or under one ounce. Many are removing courtesy or business reply envelopes so they can add inserts, especially for mail that is going to customers who are paying electronically. Allowing up to 1.2 ounces at the one-ounce price gives mailers an incentive to keep the reply envelope in their mailing—and to retain their promotional inserts that generate revenues and offset a

¹ The additional 0.2 ounce is the weight of a typical reply envelope.

portion of the mail preparation and mailing costs. In fact, Reply Rides Free would effectively increase the value of the mail and encourage mailers to use (or continue to use) their transactional mailings for direct marketing purposes. In addition, this initiative encourages customers to return or respond via single-piece First-Class Mail, and thus may help slow some electronic diversion of remittances or other responses.

Companies that mailed First-Class Mail Presort and Automation Letters in FY 2009 and FY 2010 qualify to take advantage of this initiative. The volume commitment is defined as the trend in a mailer's First-Class Mail Presort and Automation Letter volumes in FY 2009 and FY 2010 plus 2.5 percent. Customers who did not mail in these categories in FY 2009 will not be able to participate.

B. Saturation and High Density Incentive

The Saturation and High Density Incentive encourages current Standard Mail Saturation and High Density customers to increase their mail volume by rewarding them with a rebate on incremental mail pieces above a predetermined volume baseline. The volume baseline for each participant will be the aggregate total Standard Mail Saturation and High Density volume in calendar year 2010 plus 5.0 percent. Incremental volumes above the customer baseline will be eligible for a rebate equal to 22 percent of the participant's average revenue per piece for commercial Saturation Mail and 13 percent for commercial High Density mail. The rebate will be eight percent for nonprofit High Density and Saturation volumes.

All customers who apply and participate in this initiative must meet the following requirements:

- Mailers must be current Saturation or High Density customers with at least 6 combined Saturation or High Density mailings in FY 2010. The combined 6 or more mailing requirement is intended to identify current and frequent mailers of the product.
- Mailers must be the permit holders (i.e. owners) of a permit imprint advance deposit account(s) at a postal facility having PostalOne! capability, or the owners of qualifying mail volume entered through the permit imprint advance deposit account of a mail service provider at a postal facility having PostalOne! capability.
- Only volume from mail owners will be eligible. Mail Service Providers and customers supplying inserts, enclosures, or other components included in the Saturation or High Density mailings of another mailer are not eligible to participate.
- Mailers must electronically submit postage statements and mailing documentation to the Postal One! system for the duration of the specified period. Applicants choosing to participate within a defined market area(s) must electronically submit postage statements and mailing documentation to Postal One! using Mail.dat or Mail.XML. All other applicants may optionally submit postage statements via Postal Wizard.

Customers are prohibited from participating in any other Standard Mail incentive or “sale” which includes the Saturation or High Density products during their participation in the Saturation and High Density Incentive. This requirement is intended to prevent customers from receiving two incentives for the same mail volume.

Customers will be given the option to participate under two different market models:

1. Total Market (or National) Volume – Customers are measured by their total national mail volume of Saturation and High Density mail. Customers must demonstrate increased total volume of Saturation and High Density mail letters and flats over the base year for their total market.
2. Specific Geographic Markets – Under this option, customers will designate specific geographic target markets or specific USPS Sectional Center Facilities (SCFs) to demonstrate increased volume over their predetermined baseline. Customers can select up to 20 individual SCF areas in which to participate or up to 5 target markets (consisting of multiple contiguous SCFs). All geographic areas must be approved by the USPS during the application process. Customers will be required to have made the qualifying 6 mailings during FY 2010 for each market in which they plan to participate.

C. Increase in Move Update Assessment Charge Threshold

For First-Class Mail that is presorted (Letters/Postcards, Flats, and Parcels) and therefore subject to the Move Update Standards, and for all Standard Mail, the threshold below which the Move Update Assessment Charge applies is being increased from 70 to 75 percent. (This can also be expressed as a reduction in the tolerance from 30 percent to 25 percent.) This change affects both which mailings are subject to the Move Update assessment charge and the amount charged. Few mailings would be affected, however, and the expected revenue increase from the change is *de minimis*.²

² See USPS-R2011-1/1, tab Presort Ltrs & Crds, cell I38, and USPS-R2011-1/2, tab Price Change Summary, cell C30.

The change is consistent with the plans that the Postal Service announced in Docket No. R2010-1, Notice of Price Adjustment and Classification Changes Related to Move Update Assessments, at 3-4.³ The Postal Service believes that this increase in the threshold is conservative, yet needed to further encourage mailers' use of Move Update processes.

II. Price Cap Compliance

In compliance with Rules 3010.14(b)(1) through (4), the following section discusses and describes the amount of unused price adjustment authority available for each class of mail, the percentage change in prices for each class of mail, and the amount of any new unused price adjustment authority generated by this price change.

A. Available Unused Price Adjustment Authority

Following previous market dominant price changes under the PAEA, most notably the general increases in Docket Nos. R2008-1 and R2009-2, the current banked authority available, by class, is provided below.

Table 1
Available Unused Price Adjustment Authority,
By Mail Class

Class	Unused Authority (%)
First-Class Mail	0.044
Standard Mail	0.103

Source: First-Class Mail: Order No. 191, Table I-1, page 3 (March 16, 2009); Standard Mail: Order No. 236, page 11 (July 1, 2009).

³ "Initially, the Postal Service will use a tolerance of 30 percent. We intend to reduce this tolerance as necessary to ensure that address quality improves (after providing the appropriate public notice)." Notice of Price Adjustment and Classification Changes Related to Move Update Assessments, at 3-4. The Postal Service's planned reduction in the tolerance was also noted in Order No. 148 at 4, and in 74 Fed. Reg. 55141 (Oct. 27, 2009).

B. Impact of the New Prices

The cap compliance calculation, as defined by the Commission, uses a set of fixed weights applied to the current and new prices to construct a weighted average price change for each market-dominant class. These fixed weights are the most recent twelve months of Postal Service billing determinants, with reasonable adjustments and explanations for those adjustments. For example, these adjustments could include elimination of rate cells active in the previous year, if redefined in this price adjustment, and the consequent assignment of billing determinants to more applicable rate cells.

The MCS changes are in Appendix A. For each class, the Postal Service has prepared workpapers demonstrating how these prices comply with the price cap. These workpapers are designated as follows:

USPS-R2011-1/1 First-Class Mail Worksheets

USPS-R2011-1/2 Standard Mail Worksheets

USPS-R2011-1/3 Impact of Move Update Assessment Charge

Each of these folders contains a Preface that provides an overview of the workpapers.

As demonstrated in the workpapers, the price changes increase the banked amount for each class of mail, and thus comply with the overall price adjustment authority available to the Postal Service. The percentage change by class is as follows

Table 2
Price Change Percentage by Mail Class

Class	Percent Change
First-Class Mail	-0.010%
Standard Mail	-0.024%

Source: First-Class Mail: USPS-R2011-1/1, Tab: Percent Change Summary, Cell E9; Standard Mail, USPS-R2011-1/2, Tab: Price Change Summary, Cell C14.

C. Unused Pricing Authority Resulting From this Change

The Postal Service calculates the unused price adjustment authority that it will have following this price change as follows:⁴

Table 3
Unused Pricing Authority Available Following this Price Change

Class	Percentage Points
First-Class Mail	0.054%
Standard Mail	0.127%

Source: Table 1 (Available Unused Pricing Authority) minus Table 2 (Price Change Percentage by Mail Class)

III. Objectives and Factors and Workshare Discounts

In compliance with Rules 3010.14(b)(5) through (8), the Postal Service in this section discusses how the planned changes “help achieve” the objectives of section 3622(b) and “properly take into account” the factors of section 3622(c); and how, or if, they impact workshare discounts.

A. Objectives and Factors

The objectives of section 3622(b) are as follows:

- (b) Objectives.—Such system shall be designed to achieve the following objectives, each of which shall be applied in conjunction with the others:
- (1) To maximize incentives to reduce costs and increase efficiency.
 - (2) To create predictability and stability in rates.
 - (3) To maintain high quality service standards established under section 3691.
 - (4) To allow the Postal Service pricing flexibility.
 - (5) To assure adequate revenues, including retained earnings, to maintain financial stability.
 - (6) To reduce the administrative burden and increase the transparency of the ratemaking process.
 - (7) To enhance mail security and deter terrorism.

⁴ To the extent that the calculated percentage change for any class is revised during the course of this proceeding from what has been calculated by the Postal Service in this Notice, the Postal Service notes that the unused price adjustment authority should be adjusted, regardless of the figures set forth in this Table.

- (8) To establish and maintain a just and reasonable schedule for rates and classifications, however the objective under this paragraph shall not be construed to prohibit the Postal Service from making changes of unequal magnitude within, between, or among classes of mail.
- (9) To allocate the total institutional costs of the Postal Service appropriately between market-dominant and competitive products.

In addition to the objectives specified and discussed above, section 3622(c) enumerates fourteen factors, or considerations, that must be taken into account, which are as follows:

- (c) Factors.—In establishing or revising such system, the Postal Regulatory Commission shall take into account—
 - (1) the value of the mail service actually provided each class or type of mail service to both the sender and the recipient, including but not limited to the collection, mode of transportation, and priority of delivery;
 - (2) the requirement that each class of mail or type of mail service bear the direct and indirect postal costs attributable to each class or type of mail service through reliably identified causal relationships plus that portion of all other costs of the Postal Service reasonably assignable to such class or type;
 - (3) the effect of rate increases upon the general public, business mail users, and enterprises in the private sector of the economy engaged in the delivery of mail matter other than letters;
 - (4) the available alternative means of sending and receiving letters and other mail matter at reasonable costs;
 - (5) the degree of preparation of mail for delivery into the postal system performed by the mailer and its effect upon reducing costs to the Postal Service;
 - (6) simplicity of structure for the entire schedule and simple, identifiable relationships between the rates or fees charged the various classes of mail for postal services;
 - (7) the importance of pricing flexibility to encourage increased mail volume and operational efficiency;
 - (8) the relative value to the people of the kinds of mail matter entered into the postal system and the desirability and justification for special classifications and services of mail;
 - (9) the importance of providing classifications with extremely high degrees of reliability and speed of delivery and of providing those that do not require high degrees of reliability and speed of delivery;
 - (10) the desirability of special classifications for both postal users and the Postal Service in accordance with the policies of this title, including agreements between the Postal Service and postal users, when available on public and reasonable terms to similarly situated mailers, that—
 - (A) either—

- (i) improve the net financial position of the Postal Service through reducing Postal Service costs or increasing the overall contribution to the institutional costs of the Postal Service; or
 - (ii) enhance the performance of mail preparation, processing, transportation, or other functions; and
- (B) do not cause unreasonable harm to the marketplace.
- (11) the educational, cultural, scientific, and informational value to the recipient of mail matter;
 - (12) the need for the Postal Service to increase its efficiency and reduce its costs, including infrastructure costs, to help maintain high quality, affordable postal services;
 - (13) the value to the Postal Service and postal users of promoting intelligent mail and of secure, sender-identified mail; and
 - (14) the policies of this title as well as such other factors as the Commission determines appropriate.

1. First-Class Mail

To a large extent, these price changes do not substantially alter the degree to which First-Class Mail prices already address the Objectives of section 3622(b), or they are addressed by the design of the system itself (Objectives 2, 3, 6, 7, 8, and 9).

The increase in the Move Update threshold is consistent with Objective 1. Improved compliance with the Move Update standards improves the overall efficiency of mail processing.

The establishment of the Reply Rides Free initiative is an example of the increased flexibility allowed the Postal Service under PAEA (Objective 4), and the fact that the initiative will provide an incentive for profitable new mail to enhance the financial position of the Postal Service (Objective 5).

As with the Objectives, the establishment of these changes do not substantially alter the degree to which First-Class Mail prices address many of the Factors of section 3622(c) (Factors 1, 4, 6, 8, 9, 10, 11, 13, and 14). Similar to Objective 1, the efficiency increases encouraged by the Move Update changes address factors 5 and 12. The Reply Rides Free initiative encourages increased mail volume (Factor 7) by providing

an incentive for commercial mailers and their customers to continue using First-Class Mail (Factor 3). In addition, although it does provide a discount, the incentive will not imperil the ability of First-Class Mail to cover its attributable costs (Factor 2).

2. Standard Mail

To a large extent, the Standard Mail changes do not substantially alter the degree to which Standard Mail prices already address the Objectives of section 3622(b), or they are addressed by the design of the system itself (Objectives 2, 3, 6, 7, 8, and 9).

The increase in the Move Update threshold is consistent with Objective 1. Improved compliance with the Move Update standards improves the overall efficiency of mail processing.

The establishment of the Saturation and High Density initiative is an example of the increased flexibility allowed the Postal Service under PAEA (Objective 4), and the fact that the initiative will provide an incentive for profitable new mail that will enhance the financial position of the Postal Service (Objective 5).

The establishment of this initiative also does not substantially alter the degree to which Standard Mail prices address many of the Factors of section 3622(c) (Factors 1, 4, 6, 8, 9, 10, 11, 13, and 14). Similar to Objective 1, the efficiency increases encouraged by the Move Update changes address Factors 5 and 12. The Saturation/High Density initiative encourages increased mail volume (Factor 7) by providing an incentive for commercial mailers to increase their use of Standard Mail (Factor 3). In addition, although it does provide a discount, the initiative will not jeopardize the ability of Standard Mail to cover its attributable costs (Factor 2).

B. Workshare Discounts

None of the price changes impacts workshare discounts for First-Class Mail or Standard Mail.

C. Preferred Rates

Standard Mail High Density and Saturation pieces entered at Nonprofit prices will be eligible for an 8 percent discount. Although this discount is less than that offered to commercial mailers, the ratio between nonprofit and commercial prices will still be 60.0 percent, thus meeting the statutory requirement in 39 U.S.C. § 3626(a)(6).

Respectfully submitted,

UNITED STATES POSTAL SERVICE

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MAIL CLASSIFICATION CHANGES
(Additions are underlined and deletions are marked with strike-through)

1100 First-Class Mail

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1110 Presorted Letters/Postcards

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1110.4 Optional Features

The following additional postal services may be available in conjunction with the product specified in this section:

- Ancillary Services (1505)
 - Address Correction Service (1505.1)
 - Business Reply Mail (1505.3)
 - Certified Mail (1505.5)
 - Certificate of Mailing (1505.6)
 - Collect on Delivery (1505.7)
 - Insurance (1505.9)
 - Registered Mail Service (1505.12)
 - Return Receipt (1505.13)
 - Restricted Delivery (1505.15)
 - Special Handling (1505.18)
- Repositionable Notes: presorted letters only
- Full-service Intelligent Mail Option: automation letters and postcards only
- Reply Rides Free Program

1110.5 Prices

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Move Update Assessment Charge

Add \$0.07 per assessed piece, for mailings with less than ~~70~~75 percent of mailpieces passing a Performance Based Verification at acceptance and which cannot demonstrate compliance with Move Update requirements.

Reply Rides Free Program

Provides a per-piece credit (equal to the amount paid for the second ounce) on all qualifying pieces mailed during the program period above an established threshold, for mailers enrolled in the program. Qualifying pieces must be automation First-Class Mail letters mailed under the full-service Intelligent Mail Option and must contain a reply card or envelope, either courtesy reply or business reply.

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1115 Flats

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1115.5 Prices

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Move Update Assessment Charge

Add \$0.07 per assessed piece, for mailings with less than ~~70~~75 percent of mailpieces passing a Performance Based Verification at acceptance and which cannot demonstrate compliance with Move Update requirements.

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1120 Parcels

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1120.5 Prices

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Move Update Assessment Charge

Add \$0.07 per assessed piece, for mailings with less than ~~70~~75 percent of mailpieces passing a Performance Based Verification at acceptance and which cannot demonstrate compliance with Move Update requirements.

1200 Standard Mail (Commercial and Nonprofit)

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1205 High Density and Saturation Letters

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1205.4 Optional Features

The following additional postal services may be available in conjunction with the product specified in this section:

- Forwarding-and-Return Service
- Repositionable Notes
- Ancillary Services (1505)
 - Address Correction Service (1505.1)
 - Certificate of Mailing (1505.6)
- Full-service Intelligent Mail Option
- ~~Saturation Mail Volume Incentive Program-saturation only~~
- Saturation and High Density Incentive Program

1205.5 Prices

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Move Update Assessment Charge

Add \$0.07 per assessed piece, for mailings with less than ~~70~~75 percent of mailpieces passing a Performance Based Verification at acceptance and which cannot demonstrate compliance with Move Update requirements.

Move Update Noncompliance Charge

Add \$0.07 per piece in a mailing that does not comply with the Move Update standards

Forwarding-and-Return Service

If Forwarding-and-Return Service is used in conjunction with electronic or automated Address Correction Service, forwarded letters pay \$0.35 per piece and returned letters pay the applicable First-Class Mail price. All other letters requesting Forwarding-and-Return Service that are returned are charged the

appropriate First-Class Mail price for the piece plus the price multiplied by a factor of 2.472.

Full-service Intelligent Mail Option

Subtract \$0.001 for each letter that complies with the requirements for the full-service Intelligent Mail option.

~~Saturation Mail Volume Incentive Program~~

~~Commercial Saturation Letters: Provide a per-piece credit of \$0.037 on incremental volume recorded during the established program period, for mailers that comply with the application and eligibility requirements of the program.~~

~~Nonprofit Saturation Letters: Provide a per-piece credit of \$0.022 on incremental volume recorded during the established program period, for mailers that comply with the application and eligibility requirements of the program.~~

Saturation and High Density Incentive Program

Commercial Saturation Letters: Provide a per-piece credit of 22 percent of the average revenue per piece during the program period, on incremental volume above an established threshold, for mailers that comply with the enrollment and eligibility requirements of the program.

Nonprofit Saturation Letters: Provide a per-piece credit of 8 percent of the average revenue per piece during the program period, on incremental volume above an established threshold, for mailers that comply with the enrollment and eligibility requirements of the program.

Commercial High Density Letters: Provide a per-piece credit of 13 percent of the average revenue per piece during the program period, on incremental volume above an established threshold, for mailers that comply with the enrollment and eligibility requirements of the program.

Nonprofit High Density Letters: Provide a per-piece credit of 8 percent of the average revenue per piece during the program period, on incremental volume above an established threshold, for mailers that comply with the enrollment and eligibility requirements of the program.

1210 High Density and Saturation Flats/Parcels

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1210.4 Optional Features

The following additional postal services may be available in conjunction with the product specified in this section:

- Detached Address Labels
- Forwarding-and-Return Services
- Repositionable Notes: flats only
- Ancillary Services (1505)
 - Address Correction Service (1505.1)
 - Bulk Parcel Return Service: parcels only (1505.4)
 - Certificate of Mailing (1505.6)
 - Delivery Confirmation: parcels only (1505.8)
 - Bulk Insurance: parcels only (1505.9)
 - Return Receipt: parcels only (1505.13)
 - Restricted Delivery: parcels only (1505.15)
 - Shipper-Paid Forwarding: parcels only (1505.16)
- Full-service Intelligent Mail Option: high density flats only
- ~~Saturation Mail Volume Incentive Program-saturation flats only~~
- Saturation and High Density Incentive Program

1210.5 Prices

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Move Update Assessment Charge

Add \$0.07 per assessed piece, for mailings with less than ~~70~~75 percent of mailpieces passing a Performance Based Verification at acceptance and which cannot demonstrate compliance with Move Update requirements.

Move Update Noncompliance Charge

Add \$0.07 per piece in a mailing that does not comply with the Move Update standards

Pieces including a Detached Address Label

Add \$0.017 for each piece addressed using a Detached Address Label.

Full-service Intelligent Mail Option

Subtract \$0.001 for each high density flat that complies with the requirements for the full-service Intelligent Mail option.

Forwarding-and-Return Service

If used in conjunction with electronic or automated Address Correction Service, forwarded flats pay \$1.05 per piece and returned flats the applicable First-Class Mail price. All other pieces requesting Forwarding-and-Return Service that are returned are charged the appropriate First-Class Mail price for the piece plus the price multiplied by a factor of 2.472.

Saturation Mail Volume Incentive Program

Commercial Saturation Flats:

~~Provide a per-piece credit of \$0.04 on incremental volume recorded during the established program period, for mailers that comply with the application and eligibility requirements of the program.~~

Nonprofit Saturation Flats:

~~Provide a per-piece credit of \$0.024 on incremental volume recorded during the established program period, for mailers that comply with the application and eligibility requirements of the program.~~

Saturation and High Density Incentive Program

Commercial Saturation Flats: Provide a per-piece credit of 22 percent of the average revenue per piece during the program period, on incremental volume above an established threshold, for mailers that comply with the enrollment and eligibility requirements of the program.

Nonprofit Saturation Flats: Provide a per-piece credit of 8 percent of the average revenue per piece during the program period, on incremental volume above an established threshold, for mailers that comply with the enrollment and eligibility requirements of the program.

Commercial High Density Flats: Provide a per-piece credit of 13 percent of the average revenue per piece during the program period, on incremental volume above an established threshold, for mailers that comply with the enrollment and eligibility requirements of the program.

Nonprofit High Density Flats: Provide a per-piece credit of 8 percent of the average revenue per piece during the program period, on incremental volume above an established threshold, for mailers that comply with the enrollment and eligibility requirements of the program.

1215 Carrier Route

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1215.5 Prices

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Move Update Assessment Charge

Add \$0.07 per assessed piece, for mailings with less than 7075 percent of mailpieces passing a Performance Based Verification at acceptance and which cannot demonstrate compliance with Move Update requirements.

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1220 Letters

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1220.5 Prices

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Move Update Assessment Charge

Add \$0.07 per assessed piece, for mailings with less than 7075 percent of mailpieces passing a Performance Based Verification at acceptance and which cannot demonstrate compliance with Move Update requirements.

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1225 Flats

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1225.5 Prices

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Move Update Assessment Charge

Add \$0.07 per assessed piece, for mailings with less than 7075 percent of mailpieces passing a Performance Based Verification at acceptance and which cannot demonstrate compliance with Move Update requirements.

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1230 Not Flat-Machinables (NFMs)/Parcels

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1230.5 Prices

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Move Update Assessment Charge

Add \$0.07 per assessed piece, for mailings with less than ~~70~~75 percent of mailpieces passing a Performance Based Verification at acceptance and which cannot demonstrate compliance with Move Update requirements.

**LIST OF MATERIALS
PROVIDED BY THE UNITED STATES POSTAL SERVICE
IN SUPPORT OF DOCKET NO. R2011-1**

USPS-R2011-1/1	First-Class Mail Worksheets
USPS-R2011-1/2	Standard Mail Worksheets
USPS-R2011-1/3	Impact of Move Update Assessment Charge