

FY 2011 Public Cost Segments and Components Report

I. PREFACE

A. Purpose and Content

USPS-FY11-2 is an output of the FY 2011 Cost and Revenue Analysis (CRA) Model that shows product attributable costs for 18 cost segments, including Postmasters, Supervisors, Clerks and Mail Handlers, In-Office City Carrier Activities, City Carrier and Rural Carrier Street Costs, and Purchased Transportation.

B. Predecessor Document

In the Postal Service's FY 2010 Annual Compliance Report (ACR) filing (Docket No. ACR2010, December 29, 2010), this material was presented as USPS-FY10-2.

C. Corresponding Non-Public or Public Document

A non-public version of this document is provided as USPS-FY11-NP12, FY 2011 Non-Public Cost Segments and Components Report.

D. Methodology

The FY 2011 Public Cost Segments and Components Report conforms to the methodology most recently applied in the Commission's FY 2010 Annual Compliance Determination, except for the methodology changes to the CRA 'B' workpapers discussed in USPS-FY-32.

E. Inputs/Outputs

The FY 2011 Public Cost Segments and Components Report is an output of the FY 2011 CRA Model documented in USPS-FY11-31. As such, it utilizes as input the FY 2011 "B" workpapers contained in USPS-FY11-32; variabilities and distribution keys developed in USPS-FY11-7; equipment- and facility-related costs developed in USPS-FY11-8; In-Office Cost System-derived distribution keys documented in USPS-FY11-37; and expenses from the FY 2011 general ledger as developed in USPS-FY11-5.

The FY 2011 Public Cost Segments and Components Report is utilized in USPS-FY11-NP4, the FY 2011 International Cost and Revenue Analysis (ICRA) Model.

II. ORGANIZATION

The FY 2011 Public Cost Segments and Components Report is provided as an Excel workbook. It consists of a 35-page report that presents a summary of costs by mail category for all cost segment totals, followed by component-level detail within each segment. As it is intended for public distribution, it does not contain detail below the total level for the Postal Service's Competitive products.