

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

COMPETITIVE PRODUCTS PRICE CHANGES  
RATES OF GENERAL APPLICABILITY

Docket No. CP2013-3

**RESPONSES OF THE UNITED STATES POSTAL SERVICE  
TO CHAIRMAN'S INFORMATION REQUEST NO. 2**  
(October 25, 2012)

The United States Postal Service hereby provides its responses to Chairman's Information Request No. 2, which was issued on October 19, 2012. Responses were due by October 25, 2012. Each question is reprinted verbatim and is followed by the Postal Service's response.

Respectfully submitted,

UNITED STATES POSTAL SERVICE  
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October 25, 2012

RESPONSE OF THE UNITED STATES POSTAL SERVICE  
TO CHAIRMAN'S INFORMATION REQUEST NO. 2

Please refer to Excel file "Nonpublic Annex Jan.xls," lines 41 and 73, which show the projected FY 2013 financial data for Parcel Post and First-Class Package International Service (FCPIS). If the rates in the instant docket are approved, the transfer of Parcel Post and FCPIS from the market dominant product list to the competitive product list will become effective on January 27, 2013.

- a. Please confirm that the projected FY 2013 Parcel Post and FCPIS costs, volumes, and revenues in lines 41 and 73 assume that Parcel Post and FCPIS are in effect for all 12 months of FY 2013. If not confirmed, please explain.
- b. If part a. is confirmed, in accordance with Order No. 1062 at 10-12, please file a revised non-public annex that incorporates Parcel Post and FCPIS FY 2013 data from only January 27, 2013 through September 30, 2013. In doing so, please provide the supporting forecasted quarterly data used to determine the FY 2013 estimates.

**RESPONSE:**

a. The Excel file "Nonpublic Annex Jan.xls", lines 41 and 73, assumes the new rates are in effect only from January 27, 2013, to September 30, 2013. However, volumes, cost, and revenues for Parcel Post and FCPIS are shown on the competitive product list for all of FY 2013 even though, in the analysis, both Parcel Post and FCPIS have not been transferred and are before rates for FY 2013, Quarter 1. The reason for showing all of FY 2013 Parcel Post and FCPIS on lines 41 and 73 is for ease of exposition. Regardless, both products will cover their costs with new rates in effect only from January 27, 2013, to September 30, 2013.

b. N/A