

UNITED STATES OF AMERICA  
POSTAL REGULATORY COMMISSION  
WASHINGTON, D.C. 20268-0001

Notice of Market-Dominant  
Price Adjustment

Docket No. R2013-10

CHAIRMAN'S INFORMATION REQUEST NO. 6

(Issued October 23, 2013)

To clarify the Postal Service's planned market dominant price adjustments in its Notice of Market Dominant Price Adjustment, filed September 26, 2013, the Postal Service is requested to provide written responses to the following questions. Answers should be provided no later than October 28, 2013.

1. Please refer to "CAPCALC-FCM-R2013-10\_Rev.10.18.13.xls" in Library Reference USPS-LR-R2013-10/1 - Errata.
  - a. Please confirm that the formula in workbook tab "Presort" cell D35 should be "=SUM('Quarterly BDs'!K18:N18)" instead of "=SUM('Quarterly BDs'!K18:L18)." If not confirmed, please explain.
  - b. In workbook tab "Quarterly BDs," cell E11 shows the additional ounces for single-piece flats for the fourth quarter of 2012 as 1,122,897. The FY 2012 Market Dominant Billing Determinants filed on March 25, 2013 show the additional ounces for single-piece flats as 967,988. See FY 2012 FCM.xls, tab "A-7 Single-Piece Flats," cell H14. Please explain this discrepancy.
  
2. Please provide a detailed analysis of how the establishment of separate rate categories for stamped and metered single piece First-Class letter mail is designed to help achieve the objectives listed in 39 U.S.C. § 3622(b) and properly take into account the factors listed in 39 U.S.C. § 3622(c).

3. Refer to Postal Service Library Reference USPS-LR-R2013-10/NP1, Excel file Inbound CAPCALC-FCMI-R2013-10NP1.Rev.10.18.13.xls, worksheet tab Inbound FCMI Rates, and Table 7. Please confirm that the “Per Kilogram” rate for CY 2014 should be identical to the “Per Kilogram” rate for CY 2013, according to the Final Decisions of the 2012 Doha Congress, Universal Postal Convention, Article 31, 4.1. If not confirmed, please explain and provide a citation to a UPU source document for the CY 2014 per kilogram rate shown in Table 7.
4. Refer to Postal Service Library Reference USPS-LR-R2013-10/NP1, and the “Summary of First-Class Mail International Price Changes” (revised 10/18/13), on page 5, where the Postal Service references “the Universal Postal Union provision that excludes Terminal Dues Groups 1.2 and 2 from the internal air conveyance revenue stream in the CY 2014 calculations.” Please provide a citation to the UPU source document containing the referenced provision that excludes countries classified in Terminal Dues Groups 1.2 and 2 from internal air conveyance.
5. Refer to Postal Service Library Reference USPS-LR-R2013-10/NP1, Excel file Inbound CAPCALC-FCMI-R2013-10NP1.Rev.10.18.13.xls, and worksheet tab Air Conveyance Revenue, which show the calculations used to derive the percentage change in price for internal air conveyance based upon the exclusion of countries classified in Terminal Dues Groups 1.2 and 2.
  - a. Please confirm that to identify the countries classified in Terminal Dues Groups 1.2 and 2, the Postal Service relied upon the UPU’s Country Classification List at the following link:  
<http://www.upu.int/en/activities/terminal-dues-and-transit->

[charges/countries-classification.html](#). If not confirmed, please explain and identify the source document relied upon by the Postal Service.

- b. In worksheet tab Air Conveyance Revenue, columns N through Q, the Postal Service presents a list of countries, their associated Country Code, the FY12 Kilograms, and Adjusted FY12 Kilograms, which are reduced to 0 (zero) for countries classified in Terminal Dues Groups 1.2 and 2. Please confirm that the Adjusted FY12 Kilograms for Country Codes 797, 810, 834 and 933 should be 0. If not confirmed, please explain.

By the Chairman.

Ruth Y. Goldway