

Public Material Provided in Response to Chairman's
Information Request No. 6, Questions 2

I. PREFACE

USPS-FY14-48 contains public material provided in response to ChIR No. 6, specifically requested information in response to Questions 2.

II. ORGANIZATION

In addition to this Word Preface, USPS-FY14-48 consists of a series of folders, labeled as Folder 1, Folder 3, Folder 11, Folder 19, Folder 26, and Folder 31. Each folder contains materials resulting from the adjustment exercises requested in the various subparts of ChIR No. 6, Question 2. More specifically:

Folder 31: Contains the materials from an exercise in which a D Report adjustment, based on the USPS-FY14-45 tally review output, would be created. The contents include an Excel file containing an adjusted Input Matrix, and a second Excel file showing D Report Adjustments from the USPS-FY14-45 exercise for the three Standard Mail products.

Folder 1: Contains a page in CRA format (i.e., the format of USPS-FY14-1) that reflects how the costs for Standard Mail products would appear if the D Report Adjustment based on the USPS-FY14-45 tally review (as shown herein in Folder 31) were applied.

Folder 19: Contains the material showing the results from an exercise in which the D Report adjustment based on the USPS-FY14-45 tally review (as shown herein in Folder 31) is mechanistically applied to USPS-FY14-19. The new workbook has one additional tab - 1.aa.CHIR6.Q2.DAdj. The purpose of the tab is to incorporate the cost adjustments made in USPS-FY14-45 to the delivery costs of Standard Flats and High Density Flats. The new delivery costs are shown in columns 9, 11, and 13, rows 7-10. The changes are also reflected on tab 'Table 1'. The cells that are changed are color coded.

Folder 26: Contains the material showing the results from an exercise in which the D Report adjustment based on the USPS-FY14-45 tally review (as shown herein in Folder 31) is mechanistically applied to USPS-FY14-26. This is implemented by the following additions to Excel workbook CHIR6Q2.FY14-26.shp14prc.xlsx, relative to the original FY14-26.shp14prc.slx file. First, the 'Class' tab adds percentage adjustments to piggybacked mail processing costs from USPS-FY14-45, Table 5. Those adjustment factors are used to calculate adjusted costs in column D of the Class tab. Second, the 'Additional

Reconciliation' tab includes calculations in rows 44-54 to ensure that the cost adjustments for the High Density and Saturation Flats and Parcels and Carrier Route products are limited to the flat shape.

Folder 11: Contains the material showing the results of an exercise in which the outputs of Folder 26 (as described above) are mechanically input into USPS-FY14-11. The workbook CHIR6Q2.USPS-FY14-11 Std_flats.xlsx modifies the USPS-FY14-11 Standard Flats model by incorporating unit costs from CHIR6Q2.shp14prc.xlsx in the 'CRA FLATS' tab.

Folder 3: Contains the material showing the results of an exercise in which the outputs of Folders 11 (as described above) are mechanically input into USPS-FY14-3. The contents include an Excel file showing the tab containing Standard Flats passthroughs.