

UNITED STATES OF AMERICA
POSTAL REGULATORY COMMISSION
WASHINGTON, DC 20268-0001

Competitive Product Prices
Parcel Select & Parcel Return Service Contract 5 (MC2014-1)
Negotiated Service Agreement

Docket No. CP2014-1

PUBLIC REPRESENTATIVE COMMENTS ON POSTAL SERVICE REQUEST TO
AMEND A PARCEL SELECT & PARCEL RETURN SERVICE NEGOTIATED SERVICE
AGREEMENT
(April 6, 2015)

The Commission issued Order No. 2417 to receive comments on a Postal Service Request to amend an existing Parcel Select and Parcel Return Service Contract 5 negotiated service agreement.^{1 2}

The instant contract will be effective the day following the date on which the Commission issues all necessary regulatory approvals. Request at 1.

COMMENTS

Revised revenue and cost data supporting the amendment to volume in the instant contract has not been provided by the Postal Service. The Postal Service asserts that the amendment “will not materially affect cost coverage” of the existing contract. Request at 1.

The amendment to the contract terms include additional volume tied to a higher cost base and a threshold calculated on volume during the calendar year. The Public Representative is mindful that the contract as a whole is likely to cover its cost when calculated using the financial data provided with the original contract and taking into

¹ Notice of United States Postal Service of Amendment to Parcel Select and Parcel Return Service Contract 5, with Portions Filed Under Seal, March 27, 2015 (Request).

² PRC Order No. 2417, Notice and Order Concerning Amendment to a Parcel Select & Parcel Return Service Negotiated Service Agreement, March 30, 2015.

account the low ceiling of volume added with the amendment. However, she is unable to conclude with certainty that that the contract will meet the requirements of 39 U.S.C. 3633(a) in the first or the following years of the amended agreement.

The Public Representative respectfully submits the preceding Comments for the Commission's consideration.

901 New York Ave. NW
Washington, DC 20268-0001
202-789-6815
cassie.dsouza@prc.gov

Cassie D'Souza
Public Representative