

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

Periodic Reporting
(Proposal Two)

Docket No. RM2016-10

CHAIRMAN'S INFORMATION REQUEST NO. 1

(Issued September 2, 2016)

The Postal Service recently filed a petition to consider a proposed change in analytical principles.¹ The proposed change relates to the treatment of carrier costs within the International Cost and Revenue Analysis (ICRA) Report. To assist in the evaluation of the proposal, the Postal Service is asked to provide written responses to the following questions. Responses should be provided no later than September 16, 2016.

1. The Postal Service notes that this proposal results in “attributing delivery costs to Inbound Registered.” Petition at 9.
 - a. Please confirm that this change does not affect the financial workpapers for either the Inbound Market Dominant Registered Service Agreement² or the Inbound Market Dominant Express Service Agreement 1.³
 - b. If not confirmed, please explain and provide the projected impact.

¹ Petition of the United States Postal Service for the Initiation of a Proceeding to Consider Proposed Changes in Analytical Principles (Proposal Two), August 22, 2016 (Petition).

² See Docket Nos. MC2016-168 and R2016-6, Order No. 3471, Order Adding Inbound Market Dominant Registered Service Agreement 1 to the Market Dominant Product List and Approving Type 2 Rate Adjustment, August 17, 2016.

³ See Docket No. R2011-6, Order No. 876, Order Adding Inbound Market Dominant Express Service Agreement 1 to the Market Dominant Product List, September 26, 2011; see also Docket No. R2011-6, Order No. 3457, Order Approving Modification of Express Service Agreement, August 8, 2016.

2. Please confirm that the evaluation factors for each item in worksheets 10.1.1 and 10.1.2 of USPS-RM2016-10/NP1 file: ICRA15PRC-CARRIER-CARWASH.xlsx, which were established by observing the workload of rural carriers in the most recent Mail Count, included international mail. If not confirmed, please explain how international mail is included in the evaluation factors.

By the Acting Chairman.

Robert G. Taub