

433 Prices and Eligibility

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1.0 Prices and Fees for First-Class Package Service

1.1 Price Application

[10-3-11] Postage is based on the price that applies to the weight (postage) increment of each addressed piece. All prices and fees can be found in [Notice 123—Price List](#).

1.2 Price Determination for First-Class Package Service Parcels

[10-3-11] First-Class Package Service commercial base prices are the same price for the first three ounces, with additional prices per additional ounce or fraction thereof; any fraction of an ounce after the first three ounces is considered a whole ounce. The minimum postage per addressed piece is that for a piece weighing 3 ounces. Commercial plus prices are flat prices for all First-Class Package Service parcels weighing less than 16 ounces.

1.3 Commercial Base Parcel Prices

[10-3-11] [4-17-11] First-Class Package Service presorted parcels no more than 13 ounces in weight are eligible for commercial base prices. Nonpresorted First-Class Package Service parcels no more than 13 ounces in weight mailed under the following conditions are eligible for single-piece commercial base prices:

- a. The residual portion of a presorted mailing prepared under [435.4.0](#).
- b. Nonpresorted mailings paid by permit imprint, IBI meter, or PC Postage.
- c. See [402.2.4](#) for marking requirements.

1.4 Commercial Plus Prices

[10-3-11] [4-17-11] First-Class Package Service machinable parcels less than 16 ounces and Merchandise Return Service parcels are eligible for commercial plus prices for customers that:

- a. Establish a customer commitment agreement with the Postal Service to mail more than 5,000 First-Class Package Service machinable parcels (including those parcels returned using Merchandise Return Service) at commercial plus prices in a calendar year. Customers may contact their account manager or the manager, Shipping Support (see [608.8.0](#) for address) for additional information.
- b. Pay for postage by using a permit imprint.
- c. Enter a minimum of 500 pieces of mail for each presorted mailing, or a minimum of 200 pieces or 50 pounds of mail for each single-piece mailing, or receive parcels returned using Merchandise Return Services.



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- d. Use the Electronic Verification System (eVS) or submit an electronic postage statement with a computerized manifest.
- e. Mark parcels under [402.2.4](#).

1.5 **Surcharge**

[4-17-11] Unless prepared in 5-digit/scheme sacks or paid at the single-piece prices, presorted parcels are subject to a surcharge if any of the following characteristics apply:

- a. The parcels do not bear a GS1-128 or Intelligent Mail package barcode.
- b. The parcels weigh less than 2 ounces or are irregularly shaped, such as rolls, tubes, and triangles.

1.6 **Presort Mailing Fee**

[10-3-11] Payment of a presort mailing fee is required once each 12-month period at each office of mailing by any person or organization entering mailings at automation or Presorted First-Class Mail or any First-Class Package Service prices. Payment of one fee allows a mailer to enter mail at all those prices. Persons or organizations paying this fee may enter mail of their clients as well as their own mail. The fee may be paid in advance only for the next 12 months and only during the last 60 days of the current service period. The fee charged is that which is in effect on the date of payment.

1.7 **Computing Postage for First-Class Package Service**

[10-3-11] Affix postage to each piece or, for permit imprint mailings, multiply the number of pieces at each price increment by the corresponding postage price, add the *unrounded* products (amounts), and round off the total postage to the nearest whole cent.

1.8 **Determining Single-Piece Weight**

To determine single-piece weight in any mailing of nonidentical-weight pieces, weigh each piece individually. To determine single-piece weight in a mailing of identical-weight pieces, weigh a sample group of at least 10 randomly selected pieces and divide the total sample weight by the number of pieces in the sample. Express all single-piece weights in decimal pounds rounded off to four decimal places.

2.0 **Content Standards for First-Class Package Service Parcels**

2.1 **General**

[10-3-11] With the exception of restricted material described in [601.8.0](#), any mailable item may be mailed at First-Class Package Service commercial plus prices. Parcels mailed at First-Class Package Service commercial base prices are not sealed against inspection and may not contain documents or personal correspondence, except that such parcels may contain invoices, receipts, incidental advertising, and other documents that relate in all substantial respects to merchandise contained in the parcels.

2.2 Matter Required to be Mailed as First-Class Mail

[10-3-11] See [133.3.0](#) for a detailed description of matter required to be mailed as First-Class Mail (or Express Mail or Priority Mail). The following types of contents must be mailed as First-Class Mail (or Express Mail or Priority Mail):

- a. Bills and statements of account.
- b. Personal information.
- c. Handwritten and typewritten material.

2.3 Restricted Air Transportation

[10-3-11] All First-Class Package Service parcels are subject to limitations for air transportation. See [601.10.0](#) for restrictions on air transportation.

3.0 Basic Standards for First-Class Package Service Parcels**3.1 Description of Service**

[10-3-11] [4-17-11] First-Class Package Service parcels receive expeditious handling and transportation.

3.2 Defining Characteristics**3.2.1 Inspection of Contents**

[10-3-11] Parcels mailed at First-Class Package Service commercial plus prices are closed against postal inspection. Federal law and USPS regulations restrict both opening and reviewing the contents of First-Class Package Service commercial plus parcels by anyone other than the addressee.

3.2.2 Forwarding and Return Service

[10-3-11] The postage price of First-Class Package Service parcels includes forwarding service to a new address for up to 12 months and return of undeliverable parcels to the sender.

3.2.3 Extra Services for First-Class Package Service Parcels

[10-3-11] Extra services available for First-Class Package Service parcels are certificate of mailing service, Certified Mail service, COD service, Delivery Confirmation service, insured mail service (merchandise only), Registered Mail service, return receipt service, restricted delivery service, Signature Confirmation service, and special handling. See information regarding extra services in [503](#). See [508.7.0](#) for details about Hold for Pickup service.

3.3 Additional Basic Standards for First-Class Package Service Parcels

[10-3-11] All presorted First-Class Package Service parcels must:

- a. Meet the applicable postage payment standards in [434](#) and [604.7.0](#).
- b. Bear a delivery address that includes the correct ZIP Code or ZIP+4 code and that meets the address quality standards in [3.4](#) and [3.5](#).



3.4 Move Update Standard

3.4.1 Basic Standards

[11-7-11] The Move Update standard requires the periodic matching of a mailer's address records with customer-filed change-of-address orders maintained by the USPS. For this standard, *address* is a specific address associated with a specific occupant name. Each address in a mailing at commercial First-Class Package Service parcel presorted prices must meet the requirements in 602.5.0.

3.4.2 Basis for Move Update Assessment Charges

Mailings are subject to a Move Update assessment charge if more than 30 percent of addresses with a change of address (COA) are not updated, based on the error rate found in USPS sampling at acceptance during Performance-Based Verification. Specifically, mailings for which the sample contains greater than 30 percent failed COAs out of the total COAs are subject to additional postage charges as follows:

- a. The percentage of the mailing paying the charge is based on the percentage of failed pieces above 30 percent.
- b. Each of the assessed pieces is subject to the \$0.07 per piece charge.
- c. As an example, if 40% of COAs in the sample are not updated, then the charge is applied to 10% (=40% - 30%) of the total mailing.
- d. Mailings for which the sample has five or fewer pieces that were not updated for a COA are not subject to the assessment, regardless of the failure percentage.

3.5 ZIP Code Accuracy

[11-7-11] The ZIP Code accuracy standard is a means of ensuring that the 5-digit ZIP Code in the delivery address correctly matches the delivery address information. For the purposes of this standard, *address* means a specific address associated with a specific 5-digit ZIP Code. Each address in a mailing at commercial First-Class Package Service presorted parcel prices must meet the ZIP Code accuracy requirements in 602.6.0.

4.0 Price Eligibility for Presorted First-Class Package Service Parcels

4.1 5-Digit Price

[10-3-11] The 5-digit price applies to presorted parcels in a 5-digit/scheme sack containing at least 10 pounds of parcels.

4.2 3-Digit Price

The 3-digit price applies to presorted parcels in a 3-digit sack containing at least 10 pounds of parcels.

4.3 ADC Price

The ADC price applies to presorted parcels in a 3-digit origin sack (no minimum), and to parcels in an ADC sack containing at least 10 pounds of parcels.

4.4 Single-Piece Price

[4-17-11] Single-piece prices apply to presorted parcels in a mixed ADC sack, with no minimum volume requirement. Nonpresorted parcels are also eligible for commercial single-piece parcel prices. See [1.3b](#) for commercial base eligibility and [1.4](#) for commercial plus eligibility.

