

Dear Australia Post letter pricing 2022 review.

I submit to the review that in its cost based assessment methodologies that the analysis of cost allocation in particular the allocation of costs to parcel and to letters, include identification of cost inefficiencies or anomalies that may result in overstatement of the costs of letter services and understate the cost of parcel services.

For example the allocation of overhead costs for the Australia Post truck fleet to letter deliveries would impact both cost efficiency and effectiveness measures and possible overstate the true Total Cost of Service attributable to letter services.

End submission

