

Courier Services

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Producer Price Index



Courier Services



NAICS 492110

ISIC 6412

CPC 7512



Output Definition

- Facilitation of courier delivery services of parcels by means of air transportation, ground transportation, or a combination of the two



Output Definition

- ❑ Intercity and/or local pick up and delivery of parcels
- ❑ Small parcels
- ❑ Delivery scope exceeds single metropolitan area



Pricing Methodology

- Factors that determine price:
 - Origin
 - Destination
 - Weight of package
 - Dimensions of package
 - Level of priority and time of day delivered
 - Special handling



Pricing Methodology

- Individual Transactions Priced
 - Includes bundled service
 - Includes contract/negotiated rates



Pricing Methodology

Price = Base Rate +
fuel surcharge +
other applicable surcharges
(delivery area etc.)

Publication Structure

SIC Publication Structure

4513 Air courier services

4513P Primary services

45132 Domestic air courier services

45133 International air courier services

4513SM Other receipts

4215 Courier services, except by air

4215P Primary services

42151 Local courier services

42152 Hub and spoke, intercity courier services

4215SM Other receipts



Publication Structure

SIC Publication Structure

SIC 4513 Air courier services

began publication in January 1988

SIC 4215 Courier services, except by air

began publication in January 1993

Publication Structure

Revised NAICS Structure

492110 Couriers

492110P Primary services

4921101 Standard courier services

4921102 Expedited courier services

492110201 Domestic expedited courier services

492110202 International expedited courier services

492110SM Other receipts




Publication Structure

Revised NAICS Structure

NAICS 492110 Couriers

Began publication in January 2004

Revised structure will be published in
January 2006



Item Substitution

Quality Adjustment

- Few item substitutions
- Most substitutions directly comparable
- Resampling captures changes in demographic markets

Issues:

- Industry structure

- Dominated by a few large companies
- Mergers/consolidations



Issues:

- Large number of transactions

- Individual transaction pricing

- Internet repricing fallback

Issues:

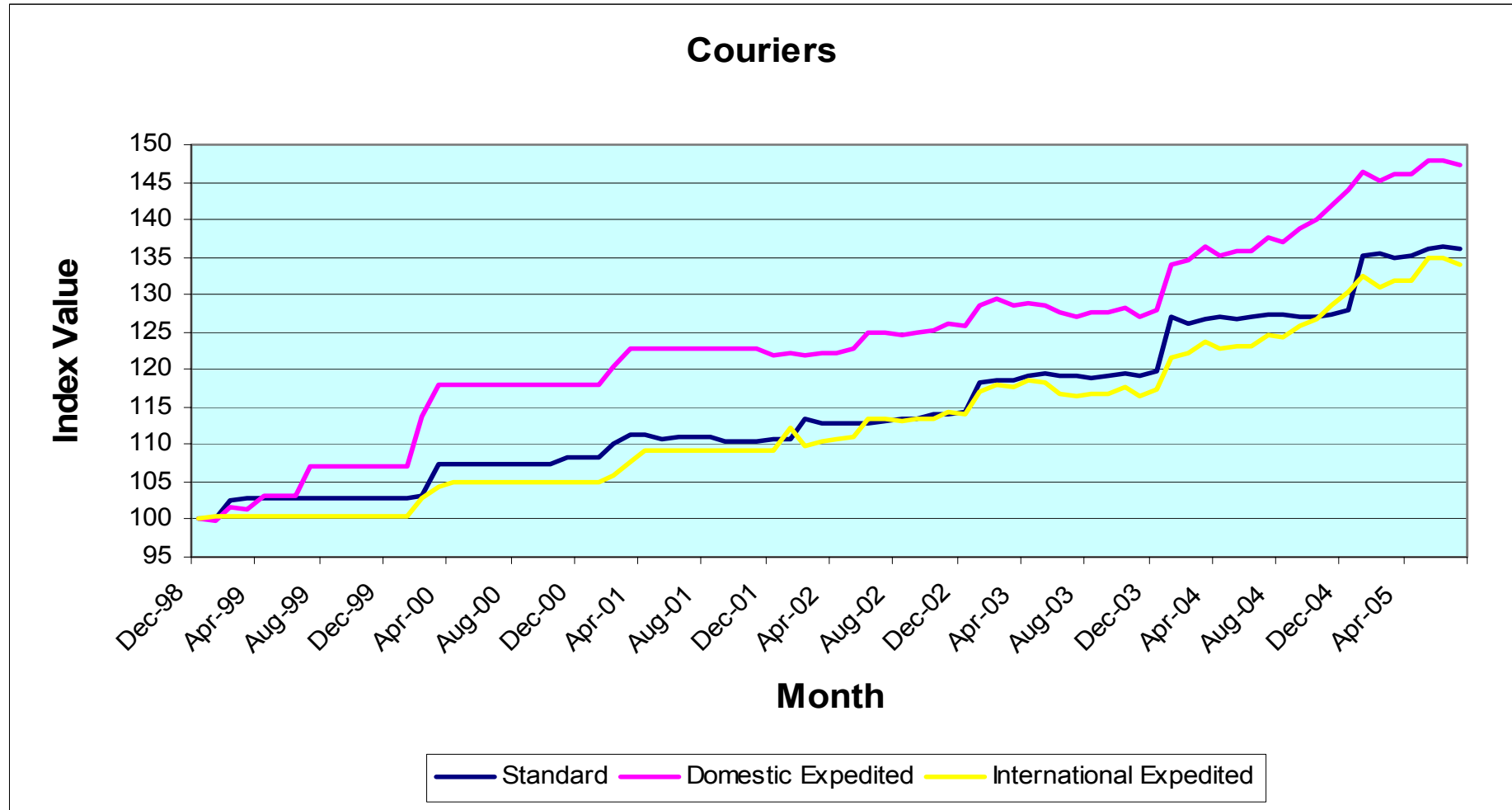
□ Cooperation

- Contract / negotiated rates
- Custom services

Issues:

- New Price Determining Features
 - How order is placed:
 - Phone
 - Internet
 - How the package gets to provider:
 - Customer counter (courier storefront)
 - Retail location (non-courier storefront)
 - Authorized drop box
 - Pick up from customer

Pricing Data:



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Questions?