U.S. Department of Labor

Bureau of Labor Statistics 2 Massachusetts Ave. N.E. Washington D.C. 20212



Dear Respondent,

Thank you for participating in the International Price Program (IPP). This brochure will help you complete the survey forms that IPP will mail to you in the months you agreed to supply prices. When you receive them, please complete the forms using the current transaction price for each item and return the forms within one week. Fax the completed survey forms directly to our office at the number shown at the top of each form.

If you have any questions while completing the form, please call the analyst listed in the upper right hand corner of your actual survey form.

Thank you.

Commissioner, Bureau of Labor Statistics

The examples in this brochure are specific to import items, but the instructions are applicable to both exports and imports.

How to Complete the Import/Export Item Price Survey

Item Description/Price Factors

1. If the information in this section has changed, please UPDATE THE INFORMATION and FILL IN THE BOX. WAVEBASHER 261B MOTOR BOAT; LENGTH: 26'; BEAM: 8'6"; DRAFT: 3'6"; INBOARD ENGINE: 5.0 LITER; 350 HP; MATERIAL OF CONSTRUCTION: FIBERGLASS; GROSS WEIGHT: 6200 LBS.				
Imported under HTSUSA Number: 8903920050	Imported from: FRANCE			
Is this an Intracompany Transfer? YES	Priced per: EACH			
What is the Class of Seller?	Duty: INCLUDED IN PRICE 150.00 U.S. DOLLAR			
PARENT COMPANY	Discounts/Surcharges:			
Is Price Specific to Quantity Ordered? YES 5-10 BOATS	DISTRIBUTOR 200.0000 U.S. DOLLAR DEDUCTED CASH 2.0000% NOT DEDUCTED			

Please make any corrections in the top section of your form. If you make any updates in this section, completely fill in the box in the upper right hand corner.

Explanation of Terms:

Imported under HTSUSA Number or Exported under Schedule B Number: Enter the 10-digit number from the Harmonized Tariff Schedule of the United States Annotated or Schedule B under which you import or export this item.

<u>Intracompany Transfer</u>: Enter "Yes" if this is a transaction between two related companies (for example, between subsidiary and parent company). If this is a market sale, enter "No."

<u>Class of Seller or Buyer</u>: Please provide the Class of Seller (Import Items) or Buyer (Export Items) if the class affects the price. Examples of Classes of Buyer/Seller include Parent Company, Affiliate, Subsidiary, Sister Company, Distributor, Dealer, End User, etc. If the price does not depend on the Class of Seller or Buyer, please enter "Class does not affect the price."

<u>Quantity Ordered</u>: If the price varies according to the Quantity Ordered, indicate a quantity for which you can consistently provide price information on this survey form.

<u>Imported from</u> or <u>Exported to</u>: Enter the country or region from which you import this item or to which you export this item. For exports, if you previously indicated that the price charged to buyers is the same regardless of destination, "World" will appear as the destination.

Priced per: Enter the unit of measurement used to price this item (for example, priced per pound, each, dozen, case).

<u>Duty</u>: (Imports only) Indicate any duties that apply only if they have been included in the price.

<u>Discounts/Surcharges</u>: Indicate discount or surcharge type (for example, distributor, cash, quantity, commission, weight, off-peak, fuel surcharge) and the percentage or amount (with currency) of each. Specify whether you have already deducted the discount from the price you provided or whether you have already added a surcharge.

Example: The Wavebasher 26IB Motor Boat is now equipped with a 375 HP engine rather than a 350 HP engine.

- 1. Fill in the box to the right of #1.
- 2. In the item description, change the engine's horsepower from "350" to "375."

Past Price Data

<u>Last Price Received</u>: DECEMBER 2004 45,000.0000 U.S. DOLLAR FOB FACTORY

Please review the Last Price Received. This area contains the last price, currency, and price basis that we received from you. ("Est." indicates that the previous price was estimated.) If this information is incorrect for the period specified, please make the necessary corrections in the Remarks area at the bottom of the page. Do NOT enter current price data in this area.

Current Price Data

New Price Information for: JANUARY 2005 2. If the price HAS CHANGED, please enter the new price below.		
Currency: U.S. DOLLAR Price Basis: FOB FACTORY If possible, please provide the reason(s) for the price change:		
3. If the price has NOT CHANGED from the last price received, please FILL IN THE BOX to the right		
4. If the item was NOT TRADED this month, please FILL IN THE BOX to the right		

Please enter current price data in the section shown above.

- If the price has changed from the last price received, enter the new price in the boxes in #2. If the price changed dramatically or in an unusual manner, we would like to understand the factors causing the price change. Please provide comments explaining significant price changes in the space under #2.
- If there has been no change in price, fill in the box to the right of #3.
- If the item was not traded this month, first fill in the box to the right of #4. Then, even though this item was not traded, please estimate in the boxes in #2 the price that would have been charged for an actual transaction.

Explanation of Terms:

<u>Prices</u>: Please provide a price for the transaction nearest the beginning of the month indicated in the Current Price Data area. A transaction price is the price for which you actually bought or sold the item.

<u>Price Basis</u>: Price Basis refers to the terms of transaction included in the price. Examples of import price bases include CIF U.S. Port and FOB Foreign Port. Examples of export price bases include FAS/FOB Port, FOB Border, FOB Factory, FAF (Fly Away Factory), and DAF (Delivered at Frontier).

Example: The current price of the imported item increased from \$45,000.00 to \$47,000.00 due to higher demand and the engine upgrade.

- 1. Enter the price of \$47,000.00 in the boxes in #2.
- 2. Add a comment under #2 explaining that higher demand and the engine upgrade caused the price to increase.
- 3. In #5 below, enter +\$500 as the change in production cost associated with the engine upgrade (see the Modifications, Discontinuations, Replacements area for more information).

Modifications, Discontinuations, Replacements

5. If any physical characteristics of the item have been MODIFIED, please UPDATE THE INFORMATION in #1. Please enter the change in production cost associated with this modification. Do not simply enter the total characteristics.	n ge
in price. (+/-) (Indicate amount and currency of the modification)	
6. If this item has been DISCONTINUED or REPLACED , please FILL IN THE BOX to the right	

Modifications:

In #5, enter the change in production cost that resulted from a modification to the physical characteristics of the item. Do NOT simply enter the total change in price unless it is the same as the change in production cost.

Please do not use #5 for a simple price change. Use it only when the physical characteristics of the item have changed.

Example: A 26-foot motorboat with a 350 horsepower engine sold for \$45,000. The same motorboat is now sold with an upgraded 375 horsepower engine for \$47,000. The cost of producing the 375 horsepower engine is \$500 more than the cost of producing the 350 horsepower engine.

- 1. Enter the new price of \$47,000 in #2 and update the description under #1.
- 2. In #5, enter +\$500 as the change in production cost associated with the engine upgrade.
- 3. In the Remarks area or in the explanation for price change area (under #2), explain that the upgraded engine caused the price to increase by \$500 and that strong demand for this improved motorboat caused the price to increase further.

Example: A computer with a 3.0 GHz processor sold for \$2,500. This computer has been upgraded and is now sold with a 3.4 GHz processor. The cost of producing the 3.4 GHz processor is \$100 more than the 3.0 GHz processor, but in order to remain competitive in the industry, the manufacturer reduced the price of the improved computer to \$2,450.

- 1. Enter the new price of \$2,450 in #2 and update the description under #1.
- 2. In #5, enter +\$100 to represent the increased production cost associated with the faster processor.
- 3. In the Remarks area or in the explanation for price change area (under #2), explain that although there was a \$100 production cost increase associated with the improved processor, competitive pressures in the computer industry caused the manufacturer to cut the price of the computer to \$2,450.

Discontinuations/Replacements:

If the item has been discontinued, fill in the box to the right of #6. Please call the analyst listed on the form to provide more specific information regarding the discontinuation. If the item was replaced, enter the new item description under #1 and make any necessary changes to the price factors.

Contact Information

Remarks:				
FILL IN THIS BOX if the address or respondent information below has changed. Please make corrections in the Remarks section.				
MS. MINNIE MOKE PRICING MANAGER WAVEBASHER BOATS INC. 20 BEACH DRIVE SAN DIEGO CA 55555	Phone: (691)555-1000 Fax: (691)555-2000 Email: MOKE.MINNIE@NAVEBASHERB			

If the respondent has changed or if any of the information in this section is incorrect or out of date, please fill in the box and make the corrections in the Remarks area above.

Example: Minnie Moke has left the company and is replaced by Joyce James.

- 1. Fill in the box in the left corner.
- 2. Update the contact information in the Remarks area.