

BEFORE THE  
POSTAL RATE COMMISSION  
WASHINGTON, D.C. 20268-0001

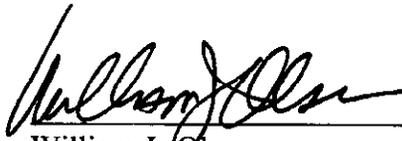
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POSTAL RATE COMMISSION  
OFFICE OF THE SECRETARY  
Docket No. R2000-1

POSTAL RATE AND FEE CHANGES, 2000 )

ERRATA TO DIRECT TESTIMONY OF DR. JOHN HALDI (APMU-T-1)  
ON BEHALF OF ASSOCIATION OF PRIORITY MAIL USERS, INC. (ERRATUM)  
(July 10, 2000)

The attached errata provide corrections on pages 7 and 63 of APMU-T-1 in accordance with the responses to UPS/APMU-T1-1 and USPS/APMU-T1-14(a), respectively. A list of the corrections is attached, along with copies of the relevant pages with the highlighted corrections.

Respectfully submitted,

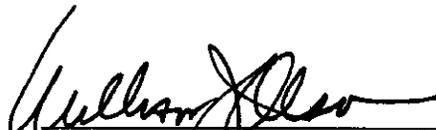


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CERTIFICATE OF SERVICE

I hereby certify that I have this day served by the foregoing document upon all participants of record in this proceeding in accordance with section 12 of the Rules of Practice.

  
William J. Olson

July 10, 2000

**Corrections to Direct Testimony  
of APMU Witness John Haldi (APMU-T-1)**

<u>Page</u>	<u>Line(s)</u>	<u>Change</u>
7	16	“2.405” to “2.452”
7	16	“137” to “139”
7	17	“2.452” to “2.500”
7	17	“139” to “142”
63	3-4	Delete “or the DDU”

1 from **\$1.76** per piece in FY 1997 to **\$1.99** per piece in FY 1998, and is  
 2 projected to increase to **\$2.45** per piece in 2001. This projection for  
 3 2001 represents a 39 percent increase from 1997 levels. It significantly  
 4 exceeds the highly-touted increase in unit cost for Periodicals, which also  
 5 have increased far more rapidly than the rate of inflation (see Table 1).

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6 **Table 1**

7 **Unit Costs for Priority Mail and Periodicals**

8 **1997-2001**

9	10	11 <b>Unit Cost (cents)</b>		12 <b>Index, 1997 = 100</b>	
		13 <b>Priority Mail</b>	14 <b>Periodicals</b>	15 <b>Priority Mail</b>	16 <b>Periodicals</b>
17	Year				
	1997	1.761	0.188	100	100
	1998	1.993	0.197	113	105
	1999	2.321	0.220	132	117
	2000	2.240	0.228	127	121
	2001BR	2.452	0.239	139	127
	2001AR	2.500	0.239	142	127

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18 Unless Emery obtains the right to terminate its contract with the  
 19 Postal Service through the litigation it has filed, discussed below, the  
 20 Emery contract will expire in February, 2002, shortly after the Test Year  
 21 in this case ends, but well before the likely Test Year in any subsequent  
 22 case. The testimony of witness Robinson notes that the Postal Service is

1 business by offering a discount for pieces that avoid transportation and  
2 delivery costs. A later section proposes a modest dropship discount for  
3 zoned-rate packages over 5 pounds that destinate at the SCF. [REDACTED]  
4 [REDACTED]