

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

RECEIVED
MAR 3 5 03 PM '00

POSTAL RATE COMMISSION
OFFICE OF THE SECRETARY

POSTAL RATE AND FEE CHANGES, 2000

Docket No. R2000-1

NOTICE OF THE UNITED STATES POSTAL SERVICE CONCERNING ERRATA
TO TESTIMONY OF WITNESS MILLER (USPS-T-24) (ERRATUM)

The United States Postal Service hereby provides notice of the filing of errata to the testimony of witness Miller (USPS-T-24). The errata correct errors in USPS-T-24, Attachment B, in the section headed "Volume By Shape".

The "Flats" and "Parcels" volume figures which appear in the "First Class Single Piece" and "First-Class Presort" columns are incorrect and should be changed, in accordance with the revised copy of USPS-T-24, Attachment B, filed with this notice.

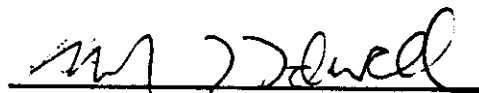
The revised Attachment B provided today replaces the original Attachment B. On the revised Attachment B, the four revised volume figures are highlighted.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Daniel J. Foucheaux, Jr.
Chief Counsel, Ratemaking



Michael T. Tidwell

475 L'Enfant Plaza West, S.W.
Washington, D.C. 20260-1137
(202) 268-2998; Fax -5402
March 3, 2000

**ATTACHMENT USPS-T-24B
FIRST-CLASS NONSTANDARD SURCHARGE COSTS**

REVISED 3/3/2000

A. INPUTS

1. AVERAGE TEST YEAR MAIL PROCESSING UNIT COSTS (CRA)

Source: USPS LR-I-81

<u>Shape</u>	<u>First-Class Single Piece (Cents)</u>	<u>First-Class Presort (Cents)</u>
Letters	12.296	4.717
Flats	38.105	

2. VOLUMES BY SHAPE

Source: FY 98 RPW Data

Source: FY 98 Mailing Statement (PERMIT) Data

<u>Shape</u>	<u>First-Class Single Piece FY 98 Volume</u>	<u>First-Class Single Piece FY 98 Percent</u>	<u>First-Class Presort FY 98 Volume</u>	<u>First-Class Presort FY 98 Percent</u>
Letters	64,552,853	17.41%	10,559,356	14.27%
Flats	287,298,988	77.47%	61,873,570	83.59%
Parcels	18,994,784	5.12%	1,583,073	2.14%
	370,847,625	100.00%	74,016,000	100.00%

3. MANUAL LETTER MAIL PROCESSING UNIT COSTS (MODELS)

Source: USPS-T-24, Appendix I, pages 34 and 36

<u>Shape</u>	<u>First-Class Single Piece (Cents)</u>	<u>First-Class Presort (Cents)</u>
Letters	23.941	9.675

B. RESULTS

<u>Formula:</u>	<u>First-Class Single Piece (Cents)</u>	<u>% Total Cost</u>
(Manual Model SP Letters - CRA SP Letters) * (% SP Letters)	2.027	8.68%
+ (CRA SP Flats - CRA SP Letters) * (% SP Flats)	19.995	85.65%
+ (CRA SP Flats - CRA SP Letters) * (% SP Parcels)	1.322	5.66%
Additional Nonstandard Single Piece Letter Costs	23.343	100.00%

<u>Formula:</u>	<u>First-Class Presort (Cents)</u>	<u>% Total Cost</u>
(Manual Model Prst Letters - CRA Prst Letters) * (% Prst Letters)	0.707	7.69%
+ (CRA SP Flats - CRA SP Letters) * (CRA Prst Letters / CRA SP Letters) * (% Prst Flats)	8.277	90.01%
+ (CRA SP Flats - CRA SP Letters) * (CRA Prst Letters / CRA SP Letters) * (% Prst Parcels)	0.212	2.30%
Additional Nonstandard Presort Letter Costs	9.196	100.00%

CERTIFICATE OF SERVICE

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

A handwritten signature in cursive script, appearing to read "Michael T. Tidwell", is written over a horizontal line.

Michael T. Tidwell

475 L'Enfant Plaza West, S.W.
Washington, D.C. 20260-1137
March 3, 2000