

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

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POSTAL RATE COMMISSION
OFFICE OF THE SECRETARY

POSTAL RATE AND FEE CHANGES, 2000

Docket No. R2000-1

NOTICE OF UNITED STATES POSTAL SERVICE
OF ERRATA TO TESTIMONY OF WITNESS PLUNKETT (USPS-T-36)

The United States Postal Service hereby gives notice that it is filing errata to the testimony of witness Plunkett, USPS-T-36. A list of changes and the revised pages are attached.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Daniel J. Foucheaux, Jr.
Chief Counsel, Ratemaking



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April 17, 2000

ERRATA TO USPS-T-36
April 17, 2000

- Page 14-15** **Three sentences added at the end of line 2 of page 14, with conforming pagination change on page 15.**
- Attachment E**
Pages 1-5 of 10 **Corrections in citations in "Source" footnotes.**
- Attachment G**
Pages 13-17 of 26 **Corrections in citations in "Source" footnotes.**
- Attachment H** **Corrections in citations, and deletion of stray number on line 34**
- Attachment I**
Page 6 of 6 **Changes in DSCF rates for 34, 35, and 36 pounds to correct rate anomaly and change in footnote**
- Attachment J, K** **Changes flowing from correction to Attachment I**

1 newest rate categories, rate changes were restricted so that no rate could
2 change by more than 2 percent in either direction. **These constraints apply**
3 **globally to all parcel post rates as proposed, In some instances, narrower**
4 **constraints were applied (within the global limits described above) in order**
5 **to smooth rate relationships. Moreover, in order to correct an anomaly in**
6 **the DSCF rates, the rates for pieces weighing between 34 and 37 pounds**
7 **were manually adjusted.**

8 **E. Additional Rate Elements**

9 As mentioned above, I am proposing that non-machinable surcharges,
10 which currently apply to inter-BMC rates, be applied to all pieces that, by virtue
11 of the rate category into which they fall, can be assumed to receive a BMC
12 handling. For that reason, I propose new surcharges for the intra-BMC and
13 DBMC categories.

14 The basis for the surcharges is the cost analysis of witness Eggleston that
15 contains, among other studies, separate estimates of additional costs incurred
16 by non-machinable pieces in the DBMC and intra-BMC categories. Witness
17 Eggleston's analysis clearly demonstrates a cost difference for non-machinable
18 pieces in these categories; however, passing through 100 percent of the costs
19 would result in rate changes that are excessive given the magnitude of rate
20 changes I propose for these categories generally. Therefore, I have chosen to
21 pass through 35 percent of the costs associated with handling non-machinable
22 pieces in the DBMC and intra-BMC categories, resulting in surcharges of 45 and
23 40 cents, respectively, after rounding. Over time, a greater percentage of the
24 handling costs can be phased in to more perfectly reflect cost differentials.

25 In all other cases, I have developed surcharges and discounts applicable
26 to Parcel Post by passing through 100 percent of the relevant cost differential

1 and rounding to the nearest cent. A table with a complete list of these rate
2 elements is appended in my Attachment H below.

3
4 **F. Pickup Fee**
5

6 Pickup service was expanded to Parcel Post and Priority Mail in Docket
7 No. R90-1, for a charge of \$4.50 per pickup stop. DBMC mail was excluded
8 from pickup service because of the requirement that the mailer enter such mail
9 at the destination BMC. The charge for pickup service was increased to \$4.95
10 per pickup stop in 1995. In Docket No. R97-1, in order to ensure that pickup
11 revenues would cover costs, the fee was raised from \$4.95 to \$8.25.

12 As is described in the testimonies of Postal Service witnesses Robinson
13 (USPS-T-34) and Campbell (USPS-T-19), analysis of the costs underlying the
14 pickup fee indicates that the current fee of \$8.25 is no longer sufficient to
15 recover the costs associated with picking up a parcel or parcels at a customer's
16 location. Consequently, a fee of \$10.25 has been proposed. The revenue for
17 Parcel Post associated with the change in the pickup fee has been incorporated
18 into my financial analyses and is shown in my attachment J below.

**ATTACHMENT E
TEST YEAR VOLUMES**

USPS-T-36
Page 1 of 10
Revised April 17, 2000

**INTRA-BMC PARCEL POST
Test Year Before Rates Volume**

Weight (Pounds)	Zones					Total
	Local	1 & 2	Zone 3	Zone 4	Zone 5	
2	1,219,226	7,904,591	1,133,182	150,121	776	10,407,896
3	485,298	4,029,712	745,382	145,273	4,041	5,389,706
4	283,979	2,585,357	514,451	104,527	1,884	3,490,177
5	151,587	1,549,375	384,237	60,437	1,663	2,127,300
6	73,745	858,975	203,769	42,805	3,859	1,183,152
7	55,788	693,158	133,022	44,880	164	927,011
8	34,758	547,182	98,729	21,585	1,811	703,865
9	34,356	359,922	111,467	17,987	544	524,286
10	24,746	241,945	48,351	9,851	321	325,215
11	19,150	217,169	51,812	8,801	448	296,980
12	14,235	143,819	39,044	7,301	47,116	251,514
13	10,270	138,532	36,589	4,196	45,641	235,228
14	7,326	107,410	32,937	4,345	0	152,018
15	4,864	84,199	19,971	6,082	0	115,116
16	32,723	95,708	19,527	6,599	129	154,687
17	8,102	115,776	11,665	3,107	0	138,650
18	2,982	65,271	20,217	1,403	0	89,874
19	3,213	72,861	6,323	5,857	47,282	135,536
20	4,669	48,795	4,497	3,658	233	61,853
21	5,349	42,102	10,385	1,101	132	59,068
22	2,202	54,469	11,822	47	0	68,539
23	4,327	47,158	6,248	2,295	0	60,027
24	1,978	50,187	5,410	3,436	0	61,010
25	2,835	38,567	4,088	2,234	0	47,524
26	2,455	30,376	9,844	4,655	0	47,330
27	1,183	17,100	3,654	226	0	22,163
28	1,100	37,784	6,010	77	0	44,971
29	1,407	40,880	21,870	0	0	64,157
30	1,448	38,714	6,111	818	0	46,889
31	1,847	15,800	1,246	829	0	19,722
32	1,888	26,630	2,208	211	0	30,938
33	234	12,701	2,362	155	0	15,452
34	1,044	11,479	3,746	789	0	17,059
35	1,013	7,036	733	1,290	0	10,071
36	303	18,885	315	1,987	0	21,489
37	433	10,274	612	148	0	11,468
38	164	10,681	1,220	1,818	0	13,883
39	1,236	9,357	872	172	0	11,637
40	0	3,222	304	799	0	4,325
41	526	9,697	1,157	464	0	11,844
42	374	3,266	1,192	304	0	5,137
43	1,218	9,091	575	0	0	10,884
44	0	5,213	4,797	616	0	10,626
45	0	8,453	53	367	0	8,874
46	46	2,553	917	15	0	3,532
47	322	4,437	395	0	0	5,153
48	563	1,902	309	0	0	2,774
49	0	1,477	209	0	0	1,686
50	1,221	5,505	1,351	0	0	8,076
51	86	3,911	205	0	0	4,202
52	608	5,837	189	135	0	6,769
53	0	1,223	0	0	0	1,223
54	89	3,023	1,629	0	0	4,741
55	0	4,366	0	0	0	4,366
56	0	1,194	230	0	0	1,424
57	435	387	2,447	0	0	3,269
58	0	255	60	0	0	315
59	434	2,778	0	0	0	3,212
60	0	279	529	0	0	808
61	0	1,774	286	0	0	2,060
62	1,894	250	169	0	0	2,313
63	0	172	266	0	0	438
64	0	2,665	0	172	0	2,837
65	0	877	0	86	0	764
66	0	0	0	0	0	0
67	0	86	144	0	0	231
68	0	460	0	0	0	460
69	0	0	0	0	0	0
70	0	189	0	0	0	189
TOTAL	2,491,074	20,464,281	3,711,143	673,671	155,822	27,495,992
TOTAL <=15lb.						28,129,465

Source: TYBR Inter-BMC volume from USPS-T-36, Attachment D line 8 distributed to weight and zone based on FY 98 Billing Determinants (LR 125)

**ATTACHMENT E
TEST YEAR VOLUMES**

INTER-BMC PARCEL POST
Test Year Before Rates Volume

Weight (Pounds)	Zones								Total
	1 & 2	Zone 3	Zone 4	Zone 5	Zone 6	Zone 7	Zone 8		
2	1,656,645	2,971,249	4,588,508	2,389,986	1,027,566	775,950	1,145,491	14,555,395	
3	925,316	1,850,070	3,051,902	2,146,580	543,103	394,861	630,459	9,542,292	
4	690,598	1,315,652	2,125,317	1,185,492	299,238	245,036	381,481	8,242,813	
5	480,281	869,557	1,344,355	955,532	322,103	148,021	170,448	4,270,296	
6	344,882	566,552	937,741	814,224	207,781	83,085	155,833	3,110,098	
7	259,410	418,167	697,120	574,707	254,759	104,886	130,155	2,439,204	
8	171,311	337,432	482,132	456,601	164,465	97,404	84,430	1,793,775	
9	106,876	225,044	322,117	295,365	159,469	80,088	35,001	1,223,962	
10	79,409	196,321	255,324	317,321	114,557	66,728	35,939	1,065,599	
11	76,984	122,245	223,693	286,122	116,647	38,010	51,558	915,259	
12	41,080	109,205	139,717	185,744	107,893	34,610	27,871	826,120	
13	47,300	76,622	149,677	167,523	98,202	37,359	22,035	568,719	
14	24,935	70,920	107,223	142,222	80,998	43,423	10,810	480,532	
15	25,978	65,165	114,727	102,320	61,093	10,480	21,458	401,221	
16	34,068	58,826	77,139	104,705	75,441	37,229	12,531	399,740	
17	26,016	53,222	83,127	102,229	67,358	22,932	4,838	359,521	
18	9,664	32,255	55,539	51,368	37,619	23,874	13,349	223,669	
19	6,974	18,414	61,073	50,319	46,923	21,855	7,488	213,046	
20	13,486	17,513	81,803	42,747	31,402	20,812	12,852	220,615	
21	18,375	31,302	47,276	49,880	50,797	14,335	12,283	224,247	
22	10,534	22,410	36,323	43,893	17,766	8,227	18,250	157,343	
23	8,331	25,760	21,115	32,089	23,465	7,909	18,123	136,793	
24	6,744	1,611	29,506	17,822	13,901	11,872	9,470	90,825	
25	9,096	11,464	44,341	27,172	10,773	12,021	22,470	137,337	
26	6,967	16,887	21,124	34,484	21,603	11,258	11,921	124,243	
27	9,679	10,866	33,700	23,761	27,484	8,247	22,702	136,439	
28	7,950	5,002	9,792	14,053	21,501	6,961	5,575	70,835	
29	5,826	8,329	15,132	25,954	3,637	7,025	5,769	71,873	
30	1,113	12,312	14,046	6,732	19,224	10,974	13,263	77,663	
31	4,270	5,732	15,275	19,637	9,996	13,959	6,205	75,074	
32	311	1,410	7,065	14,884	5,238	4,605	7,219	40,732	
33	160	7,008	5,582	8,101	6,028	5,066	8,824	41,769	
34	7,858	1,044	8,084	16,405	5,077	4,093	10,899	53,459	
35	5,847	5,720	2,252	7,322	9,254	3,741	6,534	40,669	
36	293	8,626	7,391	3,163	7,450	4,163	4,450	35,537	
37	314	5,262	5,734	2,311	4,756	2,071	8,206	28,653	
38	169	2,539	4,305	19,031	2,382	8,018	3,994	40,436	
39	0	1,255	5,249	3,666	2,793	9,457	4,077	26,499	
40	352	3,160	852	8,636	3,893	1,205	4,263	22,360	
41	1,791	4,064	1,199	6,225	1,940	2,086	2,727	20,031	
42	0	463	3,792	2,131	1,081	1,516	3,817	12,801	
43	1,028	250	10,231	5,118	1,862	2,410	1,913	22,812	
44	1,364	0	3,021	2,991	1,547	1,079	3,570	13,571	
45	5,515	1,463	10,620	3,772	1,655	1,011	6,993	31,029	
46	357	10,518	1,527	9,701	234	2,182	2,547	27,067	
47	0	982	461	5,525	8,290	281	2,495	18,034	
48	0	185	1,161	2,493	32,263	1,189	4,178	41,468	
49	0	915	5,226	1,545	1,153	29	1,181	10,048	
50	43	393	642	819	628	1,739	738	5,001	
51	0	681	1,636	791	270	4,133	702	8,212	
52	0	270	2,812	0	1,909	933	1,926	7,852	
53	0	5,221	2,172	1,214	639	3,346	3,599	16,191	
54	152	649	4,151	8,246	2,194	2,568	678	18,638	
55	0	0	189	1,759	189	593	602	3,332	
56	95	105	749	422	2,193	127	732	4,423	
57	0	550	974	2,189	593	736	232	5,273	
58	0	0	14	425	572	368	3,043	4,423	
59	0	89	277	1,315	218	321	1,472	3,691	
60	0	0	149	749	641	138	583	2,259	
61	0	219	856	399	169	840	531	3,015	
62	0	0	104	0	205	25	1,447	1,782	
63	0	0	728	0	300	621	625	2,275	
64	0	0	29	1	0	0	413	443	
65	242	0	1,883	185	182	834	283	3,617	
66	0	151	14	1,450	973	43	982	3,612	
67	0	0	0	281	222	2,982	413	3,907	
68	234	0	0	0	182	0	685	1,111	
69	0	0	14	170	256	266	160	867	
70	0	0	14	189	0	879	2,121	3,203	
TOTAL	5,116,223	9,589,100	15,287,023	10,790,147	4,146,211	2,475,137	3,210,709	50,614,551	
TOTAL <=15lb.								47,265,285	

Source: TYBR Inter-BMC volume from USPS-T-36, Attachment D line 10 distributed to weight and zone based on FY 98 Billing Determinants (LR 125)

**ATTACHMENT E
TEST YEAR VOLUMES**

USPS-T-36

Page 3 of 10

Revised

April 17, 2000

**DESTINATION BMC PARCEL POST
Test Year Before Rates Volume**

Weight (Pounds)	Zones				Total
	1 & 2	Zone 3	Zone 4	Zone 5	
2	59,285,574	10,052,299	1,804,980	90,181	71,213,015
3	52,146,178	8,926,402	1,811,426	40,449	62,724,455
4	30,838,949	5,206,199	984,403	32,844	37,042,395
5	20,462,800	3,677,327	616,641	48,557	24,805,325
6	13,671,349	2,656,547	316,215	24,278	16,668,388
7	11,249,615	2,120,714	414,978	8,108	13,793,416
8	7,683,438	1,235,640	226,543	16,170	9,161,790
9	5,278,708	892,807	118,890	0	6,290,404
10	3,794,825	608,864	135,777	0	4,539,466
11	3,286,203	612,242	138,483	8,108	4,045,036
12	2,586,633	422,712	57,021	16,170	3,082,536
13	1,821,345	325,451	49,447	0	2,196,242
14	1,475,567	317,010	31,711	0	1,824,288
15	1,329,630	151,722	38,945	0	1,520,297
16	930,040	266,738	15,235	0	1,212,014
17	748,438	139,073	12,286	0	899,800
18	588,861	123,219	7,657	0	719,737
19	576,568	151,746	8,714	0	737,028
20	446,313	79,042	3,589	0	528,944
21	451,918	101,541	11,041	0	564,500
22	540,857	94,997	9,884	0	645,738
23	399,228	46,206	16,041	5,586	467,061
24	304,506	49,490	8,924	0	362,920
25	286,356	44,272	7,026	0	317,655
26	227,225	40,091	7,011	0	274,327
27	136,210	28,600	11,291	0	176,101
28	143,918	31,593	431	0	175,942
29	102,196	65,709	793	0	168,697
30	159,568	33,255	4,322	0	197,145
31	92,571	12,228	8,183	0	112,982
32	142,198	26,936	136	0	169,270
33	75,096	9,714	1,415	0	86,225
34	75,446	3,660	408	0	79,513
35	41,389	8,861	0	0	50,250
36	55,371	15,699	1,871	8,563	81,504
37	65,636	1,538	0	0	67,174
38	49,580	11,551	0	0	61,111
39	69,530	23,618	0	0	93,145
40	65,373	4,287	2,069	0	71,729
41	37,061	455	492	0	38,008
42	33,781	5,744	0	0	39,525
43	40,356	3,286	717	0	44,359
44	34,895	30,542	0	0	65,437
45	19,532	6,765	509	0	26,806
46	28,083	2,115	1,991	0	32,189
47	48,869	578	0	0	49,447
48	34,780	6,969	0	0	41,748
49	20,216	673	0	0	20,888
50	23,553	335	0	0	23,888
51	32,323	4,304	0	0	36,627
52	16,437	702	0	0	17,139
53	12,000	0	0	0	12,000
54	5,121	912	0	0	6,033
55	24,058	0	0	0	24,058
56	15,371	0	0	0	15,371
57	178	2,914	0	0	3,092
58	3,359	0	0	0	3,359
59	7,887	265	0	0	8,151
60	542	341	0	0	884
61	1,580	198	1,013	0	2,791
62	739	0	0	0	739
63	9,323	0	990	0	10,312
64	877	676	0	0	1,554
65	345	1,890	0	0	2,235
66	6,019	265	0	0	6,283
67	440	0	0	0	440
68	0	0	0	0	0
69	0	0	0	40	40
70	1,423	486	0	0	1,909
TOTAL	222,104,333	38,690,013	6,689,478	299,054	267,762,878
TOTAL <=15lb					258,907,053

Source: TYBR DBMC volume from USPS-T-36. Attachment D line 11 distributed to weight and zone based on FY 98 Billing Determinants (LR 125)

**ATTACHMENT E
TEST YEAR VOLUMES**

**USPS-T-36
Page 4 of 10
April 17, 2000**

Revised

**DESTINATION SCF PARCEL POST
Test Year Volume**

<u>Weight (Pounds)</u>	<u>TYBR Volume</u>
2	597,005
3	525,289
4	310,653
5	206,130
6	137,717
7	113,322
8	77,398
9	53,174
10	38,227
11	33,103
12	26,056
13	18,347
14	14,864
15	13,394
16	9,369
17	7,539
18	5,932
19	5,808
20	4,496
21	4,552
22	5,448
23	4,022
24	3,067
25	2,683
26	2,289
27	1,372
28	1,450
29	1,029
30	1,607
31	933
32	1,432
33	756
34	760
35	417
36	558
37	661
38	499
39	700
40	659
41	373
42	340
43	407
44	352
45	197
46	283
47	492
48	350
49	204
50	237
51	326
52	166
53	121
54	52
55	242
56	155
57	2
58	34
59	79
60	5
61	16
62	7
63	94
64	9
65	3
66	61
67	4
68	0
69	0
70	14
Total	2,237,344

Note: The total DSCF volume was spread by weight using the DBMC Zones 1 & 2 volume distribution
USPS-T-36, Att E, p.1

**ATTACHMENT E
TEST YEAR VOLUMES**

USPS-T-36
Page 6 of 10
Revised April 17, 2000

DESTINATION DELIVERY UNIT PARCEL POST
Test Year Before Rates Volume

Weight (Pounds)	TYBR Volume
2	13,708,531
3	5,231,643
4	3,182,853
5	1,704,386
6	829,158
7	627,255
8	390,805
9	386,282
10	278,235
11	215,311
12	160,056
13	115,471
14	82,370
15	54,685
16	367,821
17	91,101
18	33,531
19	36,124
20	52,501
21	60,139
22	24,754
23	48,647
24	22,239
25	29,623
26	27,608
27	13,300
28	12,369
29	15,816
30	16,285
31	20,762
32	21,231
33	2,631
34	11,739
35	11,385
36	3,408
37	4,869
38	1,846
39	13,900
40	0
41	5,915
42	4,200
43	13,693
44	0
45	0
46	515
47	3,615
48	6,331
49	0
50	13,723
51	969
52	6,831
53	0
54	1,000
55	0
56	0
57	4,892
58	0
59	4,877
60	0
61	0
62	21,293
63	0
64	0
65	0
66	0
67	0
68	0
69	0
70	0
Total	28,008,725

Note: The total DSCF volume was spread by weight using the Inter-BMC local volume distribution
USPS-T-36, Att E, p. 1

INTRA-BMC PARCEL POST
 Test Year Transportation Cost per Piece by Zone and Weight Increment

Cost/CF	\$1.2264	\$2.2782	\$2.2782	\$2.2782	\$2.2782
Weight (Pounds)	Zones				
	Local	1 & 2	Zone 3	Zone 4	Zone 5
2	\$0.2692	\$0.5000	\$0.5000	\$0.5000	\$0.5000
3	0.4244	0.7883	0.7883	0.7883	0.7883
4	0.5699	1.0586	1.0586	1.0586	1.0586
5	0.7048	1.3093	1.3093	1.3093	1.3093
6	0.8298	1.5414	1.5414	1.5414	1.5414
7	0.9456	1.7565	1.7565	1.7565	1.7565
8	1.0531	1.9563	1.9563	1.9563	1.9563
9	1.1533	2.1423	2.1423	2.1423	2.1423
10	1.2467	2.3160	2.3160	2.3160	2.3160
11	1.3342	2.4784	2.4784	2.4784	2.4784
12	1.4162	2.6307	2.6307	2.6307	2.6307
13	1.4932	2.7738	2.7738	2.7738	2.7738
14	1.5657	2.9085	2.9085	2.9085	2.9085
15	1.6341	3.0355	3.0355	3.0355	3.0355
16	1.6987	3.1555	3.1555	3.1555	3.1555
17	1.7598	3.2691	3.2691	3.2691	3.2691
18	1.8177	3.3766	3.3766	3.3766	3.3766
19	1.8726	3.4787	3.4787	3.4787	3.4787
20	1.9248	3.5756	3.5756	3.5756	3.5756
21	1.9744	3.6677	3.6677	3.6677	3.6677
22	2.0216	3.7555	3.7555	3.7555	3.7555
23	2.0666	3.8390	3.8390	3.8390	3.8390
24	2.1096	3.9188	3.9188	3.9188	3.9188
25	2.1505	3.9948	3.9948	3.9948	3.9948
26	2.1896	4.0675	4.0675	4.0675	4.0675
27	2.2270	4.1370	4.1370	4.1370	4.1370
28	2.2628	4.2035	4.2035	4.2035	4.2035
29	2.2971	4.2671	4.2671	4.2671	4.2671
30	2.3299	4.3281	4.3281	4.3281	4.3281
31	2.3614	4.3866	4.3866	4.3866	4.3866
32	2.3915	4.4426	4.4426	4.4426	4.4426
33	2.4205	4.4964	4.4964	4.4964	4.4964
34	2.4483	4.5480	4.5480	4.5480	4.5480
35	2.4750	4.5976	4.5976	4.5976	4.5976
36	2.5006	4.6453	4.6453	4.6453	4.6453
37	2.5253	4.6911	4.6911	4.6911	4.6911
38	2.5490	4.7351	4.7351	4.7351	4.7351
39	2.5718	4.7775	4.7775	4.7775	4.7775
40	2.5938	4.8183	4.8183	4.8183	4.8183
41	\$2.6149	\$4.8576	\$4.8576	\$4.8576	\$4.8576
42	2.6353	4.8954	4.8954	4.8954	4.8954
43	2.6549	4.9318	4.9318	4.9318	4.9318
44	2.6738	4.9669	4.9669	4.9669	4.9669
45	2.6920	5.0008	5.0008	5.0008	5.0008
46	2.7096	5.0334	5.0334	5.0334	5.0334
47	2.7265	5.0648	5.0648	5.0648	5.0648
48	2.7428	5.0952	5.0952	5.0952	5.0952
49	2.7586	5.1244	5.1244	5.1244	5.1244
50	2.7738	5.1526	5.1526	5.1526	5.1526
51	2.7884	5.1799	5.1799	5.1799	5.1799
52	2.8026	5.2062	5.2062	5.2062	5.2062
53	2.8163	5.2315	5.2315	5.2315	5.2315
54	2.8294	5.2560	5.2560	5.2560	5.2560
55	2.8422	5.2797	5.2797	5.2797	5.2797
56	2.8545	5.3025	5.3025	5.3025	5.3025
57	2.8663	5.3246	5.3246	5.3246	5.3246
58	2.8778	5.3459	5.3459	5.3459	5.3459
59	2.8889	5.3664	5.3664	5.3664	5.3664
60	2.8996	5.3863	5.3863	5.3863	5.3863
61	2.9099	5.4055	5.4055	5.4055	5.4055
62	2.9199	5.4240	5.4240	5.4240	5.4240
63	2.9295	5.4419	5.4419	5.4419	5.4419
64	2.9388	5.4592	5.4592	5.4592	5.4592
65	2.9478	5.4759	5.4759	5.4759	5.4759
66	2.9565	5.4920	5.4920	5.4920	5.4920
67	2.9649	5.5076	5.5076	5.5076	5.5076
68	2.9730	5.5227	5.5227	5.5227	5.5227
69	2.9808	5.5372	5.5372	5.5372	5.5372
70	2.9883	5.5512	5.5512	5.5512	5.5512

Source: Intra-BMC cube per piece from Attachment F
 Cost/cubic foot from USPS-T-26, Attachment N, page 1, column 8

INTER-BMC PARCEL POST							
Test Year Transportation Costs per Piece by Zone and Weight Increment							
Cost/CF	\$2.8016	\$3.3843	\$4.2594	\$5.8876	\$7.5804	\$9.1622	\$12.4380
Weight (Pounds)	Zones 1 & 2	Zone 3	Zone 4	Zone 5	Zone 6	Zone 7	Zone 8
2	\$0.7654	\$0.9125	\$1.1484	\$1.5874	\$2.0439	\$2.4703	\$3.3536
3	\$1.1429	\$1.3806	\$1.7376	\$2.4019	\$3.0925	\$3.7378	\$5.0741
4	\$1.5026	\$1.8152	\$2.2845	\$3.1578	\$4.0657	\$4.9141	\$6.8711
5	\$1.8366	\$2.2186	\$2.7923	\$3.8596	\$4.9693	\$6.0063	\$8.1537
6	\$2.1477	\$2.5944	\$3.2653	\$4.5134	\$5.8111	\$7.0238	\$9.5350
7	\$2.4387	\$2.9459	\$3.7077	\$5.1249	\$6.5985	\$7.9754	\$10.8268
8	\$2.7118	\$3.2759	\$4.1230	\$5.6990	\$7.3376	\$8.8687	\$12.0396
9	\$2.9692	\$3.5868	\$4.5142	\$6.2397	\$8.0338	\$9.7102	\$13.1819
10	\$3.2123	\$3.8805	\$4.8839	\$6.7507	\$8.6917	\$10.5054	\$14.2614
11	\$3.4427	\$4.1588	\$5.2341	\$7.2348	\$9.3150	\$11.2588	\$15.2842
12	\$3.6615	\$4.4231	\$5.5668	\$7.6947	\$9.9071	\$11.9745	\$16.2557
13	\$3.8698	\$4.6748	\$5.8835	\$8.1325	\$10.4708	\$12.6558	\$17.1806
14	\$4.0685	\$4.9148	\$6.1857	\$8.5501	\$11.0085	\$13.3056	\$18.0628
15	\$4.2584	\$5.1442	\$6.4744	\$8.9492	\$11.5223	\$13.9267	\$18.9059
16	\$4.4402	\$5.3638	\$6.7508	\$9.3312	\$12.0142	\$14.5212	\$19.7130
17	\$4.6145	\$5.5743	\$7.0157	\$9.6974	\$12.4857	\$15.0911	\$20.4867
18	\$4.7818	\$5.7764	\$7.2701	\$10.0490	\$12.9384	\$15.6382	\$21.2294
19	\$4.9426	\$5.9707	\$7.5146	\$10.3870	\$13.3735	\$16.1642	\$21.9434
20	\$5.0974	\$6.1577	\$7.7499	\$10.7123	\$13.7923	\$16.6704	\$22.6305
21	\$5.2465	\$6.3378	\$7.9766	\$11.0256	\$14.1958	\$17.1580	\$23.2926
22	\$5.3903	\$6.5116	\$8.1953	\$11.3279	\$14.5849	\$17.6284	\$23.9311
23	\$5.5292	\$6.6793	\$8.4064	\$11.6197	\$14.9606	\$18.0825	\$24.5475
24	\$5.6634	\$6.8414	\$8.6104	\$11.9016	\$15.3236	\$18.5212	\$25.1432
25	\$5.7931	\$6.9981	\$8.8076	\$12.1743	\$15.6747	\$18.9456	\$25.7192
26	\$5.9187	\$7.1498	\$8.9985	\$12.4382	\$16.0145	\$19.3562	\$26.2767
27	\$6.0403	\$7.2967	\$9.1834	\$12.6938	\$16.3435	\$19.7540	\$26.8166
28	\$6.1582	\$7.4391	\$9.3627	\$12.9415	\$16.6625	\$20.1395	\$27.3400
29	\$6.2725	\$7.5772	\$9.5365	\$13.1818	\$16.9719	\$20.5134	\$27.8476
30	\$6.3835	\$7.7112	\$9.7052	\$13.4149	\$17.2721	\$20.8763	\$28.3402
31	\$6.4912	\$7.8414	\$9.8690	\$13.6414	\$17.5636	\$21.2286	\$28.8185
32	\$6.5959	\$7.9679	\$10.0282	\$13.8614	\$17.8469	\$21.5710	\$29.2833
33	\$6.6977	\$8.0908	\$10.1829	\$14.0753	\$18.1223	\$21.9039	\$29.7352
34	\$6.7967	\$8.2104	\$10.3334	\$14.2833	\$18.3901	\$22.2276	\$30.1747
35	\$6.8930	\$8.3268	\$10.4799	\$14.4857	\$18.6507	\$22.5426	\$30.6023
36	\$6.9868	\$8.4401	\$10.6224	\$14.6828	\$18.9045	\$22.8493	\$31.0187
37	\$7.0781	\$8.5504	\$10.7613	\$14.8748	\$19.1517	\$23.1481	\$31.4242
38	\$7.1671	\$8.6579	\$10.8966	\$15.0618	\$19.3925	\$23.4392	\$31.8194
39	\$7.2539	\$8.7627	\$11.0286	\$15.2442	\$19.6273	\$23.7229	\$32.2046
40	\$7.3385	\$8.8650	\$11.1572	\$15.4220	\$19.8562	\$23.9997	\$32.5803
41	\$7.4211	\$8.9647	\$11.2827	\$15.5955	\$20.0796	\$24.2696	\$32.9468
42	\$7.5016	\$9.0620	\$11.4052	\$15.7648	\$20.2976	\$24.5331	\$33.3045
43	\$7.5803	\$9.1570	\$11.5248	\$15.9301	\$20.5104	\$24.7903	\$33.6536
44	\$7.6571	\$9.2498	\$11.6416	\$16.0915	\$20.7182	\$25.0415	\$33.9946
45	\$7.7321	\$9.3404	\$11.7556	\$16.2492	\$20.9212	\$25.2869	\$34.3278
46	\$7.8054	\$9.4290	\$11.8671	\$16.4033	\$21.1196	\$25.5267	\$34.6533
47	\$7.8771	\$9.5156	\$11.9761	\$16.5539	\$21.3136	\$25.7611	\$34.9715
48	\$7.9472	\$9.6002	\$12.0826	\$16.7012	\$21.5032	\$25.9903	\$35.2826
49	\$8.0157	\$9.6830	\$12.1868	\$16.8452	\$21.6886	\$26.2144	\$35.5869
50	\$8.0828	\$9.7641	\$12.2888	\$16.9861	\$21.8701	\$26.4337	\$35.8846
51	\$8.1484	\$9.8433	\$12.3886	\$17.1240	\$22.0476	\$26.6483	\$36.1759
52	\$8.2126	\$9.9209	\$12.4862	\$17.2590	\$22.2214	\$26.8584	\$36.4611
53	\$8.2755	\$9.9969	\$12.5818	\$17.3911	\$22.3915	\$27.0640	\$36.7403
54	\$8.3371	\$10.0713	\$12.6754	\$17.5205	\$22.5582	\$27.2654	\$37.0136
55	\$8.3974	\$10.1441	\$12.7671	\$17.6473	\$22.7214	\$27.4626	\$37.2814
56	\$8.4565	\$10.2155	\$12.8570	\$17.7715	\$22.8812	\$27.6559	\$37.5438
57	\$8.5144	\$10.2854	\$12.9450	\$17.8932	\$23.0379	\$27.8453	\$37.8008
58	\$8.5712	\$10.3540	\$13.0313	\$18.0124	\$23.1915	\$28.0309	\$38.0528
59	\$8.6268	\$10.4212	\$13.1159	\$18.1294	\$23.3420	\$28.2128	\$38.2998
60	\$8.6814	\$10.4871	\$13.1988	\$18.2440	\$23.4896	\$28.3912	\$38.5420
61	\$8.7349	\$10.5518	\$13.2802	\$18.3564	\$23.6344	\$28.5662	\$38.7796
62	\$8.7873	\$10.6151	\$13.3600	\$18.4667	\$23.7764	\$28.7378	\$39.0125
63	\$8.8388	\$10.6773	\$13.4382	\$18.5749	\$23.9157	\$28.9062	\$39.2411
64	\$8.8893	\$10.7384	\$13.5150	\$18.6811	\$24.0524	\$29.0714	\$39.4654
65	\$8.9389	\$10.7983	\$13.5904	\$18.7853	\$24.1865	\$29.2336	\$39.6855
66	\$8.9876	\$10.8570	\$13.6644	\$18.8875	\$24.3182	\$29.3927	\$39.9015
67	\$9.0354	\$10.9147	\$13.7370	\$18.9879	\$24.4475	\$29.5489	\$40.1136
68	\$9.0823	\$10.9714	\$13.8083	\$19.0865	\$24.5744	\$29.7023	\$40.3219
69	\$9.1283	\$11.0271	\$13.8784	\$19.1833	\$24.6990	\$29.8530	\$40.5264
70	\$9.1736	\$11.0817	\$13.9472	\$19.2784	\$24.8214	\$30.0009	\$40.7272

Source: Inter-BMC cube per piece from Attachment F
 Cost/cubic foot from USPS-T-26, Attachment N, page 1, column 5

DESTINATION BMC PARCEL POST
 Test Year Transportation Costs per Piece by Zone and Weight Increment

Cost/CF	\$0.8517	\$1.6253	\$2.1100	\$4.9206
Weight (Pounds)	Zones 1 & 2	Zone 3	Zone 4	Zone 5
2	\$0.2617	\$0.4935	\$0.6407	\$1.4941
3	\$0.3987	\$0.7519	\$0.9761	\$2.2764
4	\$0.5277	\$0.9952	\$1.2920	\$3.0130
5	\$0.6490	\$1.2241	\$1.5891	\$3.7058
6	\$0.7633	\$1.4397	\$1.8690	\$4.3586
7	\$0.8714	\$1.6435	\$2.1336	\$4.9757
8	\$0.9738	\$1.8367	\$2.3844	\$5.5606
9	\$1.0712	\$2.0204	\$2.6228	\$6.1166
10	\$1.1640	\$2.1954	\$2.8500	\$6.6465
11	\$1.2527	\$2.3626	\$3.0671	\$7.1526
12	\$1.3375	\$2.5226	\$3.2748	\$7.6371
13	\$1.4189	\$2.6761	\$3.4740	\$8.1017
14	\$1.4970	\$2.8235	\$3.6654	\$8.5480
15	\$1.5722	\$2.9653	\$3.8495	\$8.9773
16	\$1.6447	\$3.1019	\$4.0269	\$9.3910
17	\$1.7145	\$3.2337	\$4.1980	\$9.7900
18	\$1.7820	\$3.3610	\$4.3633	\$10.1755
19	\$1.8473	\$3.4841	\$4.5231	\$10.5482
20	\$1.9105	\$3.6033	\$4.6778	\$10.9089
21	\$1.9717	\$3.7187	\$4.8276	\$11.2584
22	\$2.0311	\$3.8307	\$4.9730	\$11.5973
23	\$2.0887	\$3.9393	\$5.1140	\$11.9263
24	\$2.1446	\$4.0449	\$5.2510	\$12.2457
25	\$2.1990	\$4.1474	\$5.3842	\$12.5562
26	\$2.2519	\$4.2472	\$5.5137	\$12.8583
27	\$2.3034	\$4.3443	\$5.6397	\$13.1522
28	\$2.3535	\$4.4388	\$5.7625	\$13.4385
29	\$2.4024	\$4.5310	\$5.8821	\$13.7175
30	\$2.4500	\$4.6208	\$5.9987	\$13.9895
31	\$2.4965	\$4.7085	\$6.1125	\$14.2548
32	\$2.5418	\$4.7940	\$6.2235	\$14.5137
33	\$2.5861	\$4.8775	\$6.3319	\$14.7665
34	\$2.6293	\$4.9591	\$6.4378	\$15.0135
35	\$2.6716	\$5.0388	\$6.5413	\$15.2549
36	\$2.7129	\$5.1168	\$6.6425	\$15.4909
37	\$2.7534	\$5.1930	\$6.7415	\$15.7217
38	\$2.7929	\$5.2675	\$6.8384	\$15.9475
39	\$2.8316	\$5.3406	\$6.9331	\$16.1686
40	\$2.8695	\$5.4121	\$7.0260	\$16.3850
41	\$2.9067	\$5.4821	\$7.1169	\$16.5970
42	\$2.9430	\$5.5507	\$7.2059	\$16.8047
43	\$2.9787	\$5.6180	\$7.2932	\$17.0083
44	\$3.0136	\$5.6839	\$7.3788	\$17.2079
45	\$3.0479	\$5.7485	\$7.4627	\$17.4036
46	\$3.0815	\$5.8119	\$7.5450	\$17.5955
47	\$3.1145	\$5.8742	\$7.6258	\$17.7839
48	\$3.1469	\$5.9352	\$7.7050	\$17.9687
49	\$3.1787	\$5.9952	\$7.7829	\$18.1502
50	\$3.2099	\$6.0540	\$7.8593	\$18.3284
51	\$3.2405	\$6.1118	\$7.9343	\$18.5034
52	\$3.2706	\$6.1686	\$8.0080	\$18.6753
53	\$3.3002	\$6.2244	\$8.0804	\$18.8442
54	\$3.3293	\$6.2792	\$8.1516	\$19.0102
55	\$3.3579	\$6.3331	\$8.2216	\$19.1734
56	\$3.3860	\$6.3861	\$8.2904	\$19.3338
57	\$3.4136	\$6.4382	\$8.3580	\$19.4915
58	\$3.4408	\$6.4895	\$8.4246	\$19.6467
59	\$3.4675	\$6.5399	\$8.4900	\$19.7993
60	\$3.4938	\$6.5895	\$8.5544	\$19.9495
61	\$3.5197	\$6.6383	\$8.6178	\$20.0973
62	\$3.5451	\$6.6863	\$8.6801	\$20.2427
63	\$3.5702	\$6.7336	\$8.7415	\$20.3859
64	\$3.5949	\$6.7802	\$8.8020	\$20.5269
65	\$3.6192	\$6.8260	\$8.8615	\$20.6657
66	\$3.6432	\$6.8712	\$8.9201	\$20.8024
67	\$3.6667	\$6.9157	\$8.9779	\$20.9370
68	\$3.6900	\$6.9595	\$9.0347	\$21.0697
69	\$3.7128	\$7.0026	\$9.0908	\$21.2004
70	\$3.7354	\$7.0452	\$9.1460	\$21.3291

Source: DBMC cube per piece from Attachment F
 Cost/cubic foot from USPS-T-28, Attachment N, page 1, column 11

DESTINATION SCF PARCEL POST
 Test Year Transportation Costs and Savings by Zone and Weight Increment

Weight (Pounds)	Transp Cost/Pc	Discount Per Piece
	\$0.5362	
2	\$0.1446	\$0.12
3	0.2188	0.18
4	0.2876	0.24
5	0.3515	0.30
6	0.4111	0.35
7	0.4668	0.40
8	0.5190	0.45
9	0.5683	0.50
10	0.6148	0.55
11	0.6589	0.59
12	0.7008	0.64
13	0.7407	0.68
14	0.7787	0.72
15	0.8151	0.76
16	0.8499	0.79
17	0.8832	0.83
18	0.9152	0.87
19	0.9460	0.90
20	0.9756	0.93
21	1.0042	0.97
22	1.0317	1.00
23	1.0583	1.03
24	1.0840	1.06
25	1.1088	1.09
26	1.1328	1.12
27	1.1561	1.15
28	1.1787	1.17
29	1.2006	1.20
30	1.2218	1.23
31	1.2424	1.25
32	1.2625	1.28
33	1.2819	1.30
34	1.3009	1.33
35	1.3193	1.35
36	1.3373	1.38
37	1.3548	1.40
38	1.3718	1.42
39	1.3884	1.44
40	1.4046	1.46
41	\$1.4204	\$1.49
42	1.4358	1.51
43	1.4509	1.53
44	1.4656	1.55
45	1.4799	1.57
46	1.4940	1.59
47	1.5077	1.61
48	1.5211	1.63
49	1.5342	1.64
50	1.5470	1.66
51	1.5596	1.68
52	1.5719	1.70
53	1.5839	1.72
54	1.5957	1.73
55	1.6073	1.75
56	1.6186	1.77
57	1.6297	1.78
58	1.6405	1.80
59	1.6512	1.82
60	1.6616	1.83
61	1.6719	1.85
62	1.6819	1.86
63	1.6918	1.88
64	1.7014	1.89
65	1.7109	1.91
66	1.7202	1.92
67	1.7294	1.94
68	1.7383	1.95
69	1.7472	1.97
70	1.7558	1.98

DBMC cube per piece from Attachment F
 Cost/cubic foot from USPS-T-26, Attachment N, page 5, row 11

Discount per piece calculated by subtracting DSCF transportation
 cost per piece from transportation cost per piece in DBMC
 Zones 1 & 2 and rounding to nearest whole cent.

DESTINATION DELIVERY UNIT PARCEL POST
 Test Year Transportation Costs and Savings by Zone and Weight Increment
 Cost avoided 0.4454179
 Cost/CF \$ 0.0908

Weight (Pounds)	Transp Cost/Pc	Discount Per Piece
2	\$0.0199	\$0.25
3	0.0314	0.39
4	0.0422	0.53
5	0.0522	0.65
6	0.0614	0.77
7	0.0700	0.88
8	0.0780	0.98
9	0.0854	1.07
10	0.0923	1.15
11	0.0988	1.24
12	0.1049	1.31
13	0.1106	1.38
14	0.1159	1.45
15	0.1210	1.51
16	0.1258	1.57
17	0.1303	1.63
18	0.1346	1.68
19	0.1387	1.73
20	0.1425	1.78
21	0.1462	1.83
22	0.1497	1.87
23	0.1530	1.91
24	0.1562	1.95
25	0.1592	1.99
26	0.1621	2.03
27	0.1649	2.06
28	0.1676	2.10
29	0.1701	2.13
30	0.1725	2.16
31	0.1748	2.19
32	0.1771	2.21
33	0.1792	2.24
34	0.1813	2.27
35	0.1833	2.29
36	0.1852	2.32
37	0.1870	2.34
38	0.1887	2.36
39	0.1904	2.38
40	0.1921	2.40
41	\$0.1936	\$2.42
42	0.1951	2.44
43	0.1966	2.46
44	0.1980	2.48
45	0.1993	2.49
46	0.2006	2.51
47	0.2019	2.52
48	0.2031	2.54
49	0.2043	2.55
50	0.2054	2.57
51	0.2065	2.58
52	0.2075	2.60
53	0.2085	2.61
54	0.2095	2.62
55	0.2104	2.63
56	0.2114	2.64
57	0.2122	2.65
58	0.2131	2.66
59	0.2139	2.67
60	0.2147	2.68
61	0.2155	2.69
62	0.2162	2.70
63	0.2169	2.71
64	0.2176	2.72
65	0.2183	2.73
66	0.2189	2.74
67	0.2195	2.75
68	0.2201	2.75
69	0.2207	2.76
70	0.2213	2.77

DBMC cube per piece from Attachment F
 Cost/cubic foot from USPS-T-26, Attachment N, page 5, row 12

Discount per piece calculated by subtracting the
 DDU transportation cost per piece from the
 transportation cost per piece for Local Intra-BMC
 Attachment G, page 1, and rounding to nearest whole cent.

ATTACHMENT H
Inputs to Calculation of Rate Elements

Revised

Contingency		1.025		
(1) FY 1998 On-Call/Scheduled Pickup Revenues	\$	235,516.000		Attachment J
(2) Pickup Revenue Percentage		0.0248%		Line 1 divided by FY 1998 RPW Revenue
(3) TYBR Pickup Costs	\$	358,728.713		Attachment J
(4) Proposed Pickup Fee	\$	10.250		See USPS-T-34
(5) % Change from Current to Proposed Pickup Fee		24.24%		Line 4 divided by 8.25 minus 1
			Effective Passthrough	
(6) DBMC Nontransportation Cost Savings	\$	0.698		USPS-T-26, Attachment C, Page 1, line 2
(7) DBMC Nontransportation Discount	\$	0.700	100%	Line(6) rounded to nearest cent
(8) Inter-BMC Nonmachinable Cost Differential	\$	1.790		USPS-T-26, Attachment A, Table 3, Row 5
(9) Inter-BMC Nonmachinable Surcharge	\$	1.790	100%	Line(8) rounded to nearest cent
(10) Intra/Inter BMC Cost Differential	\$	0.328		USPS-T-26, Attachment A, Table 3, Row 6
(11) Intra/Inter-BMC Rate Differential	\$	0.330	101%	Line(10) rounded to nearest cent
(12) Prebarcode Cost Savings	\$	0.029		USPS-T-26, Attachment B, Page 1, Row 1
(13) Prebarcode Discount	\$	0.030	102%	Line(12) rounded to nearest cent
(14) BMC Presort Cost Savings	\$	0.232		USPS-T-26, Attachment C, Page 1, line 1
(15) BMC Presort Discount	\$	0.230	99%	Line(14) rounded to nearest cent
(16) Nonmachinable BMC Presort Cost Savings		Na		
(17) Nonmachinable BMC Presort Discount		Na	Na	
(18) DSCF Nontransportation Cost Savings	\$	0.428		USPS-T-26, Attachment C, Page 1, line 9
(19) DSCF Nontransportation Rate Differential	\$	0.430	101%	Line(18) rounded to nearest cent
(20) OBMC Cost Savings	\$	0.930		USPS-T-26, Attachment C, Page 1, line 5
(21) OBMC Rate Differential	\$	0.930	100%	Line(20) rounded to nearest cent
(22) DDU Savings Off of DBMC	\$	0.730		USPS-T-26, Attachment C, Page 1, line 11
(23) DDU Discount Off of DBMC	\$	0.730	100%	Line(22) rounded to nearest cent
(24) Nonmach. Cost Diff. for Inter-BMC for over 108 "	\$	11.155		USPS-T-26, Attachment A, Table 3, Row 9
(25) Nonmach. Cost Diff. for Intra-BMC for over 108 "	\$	5.637		USPS-T-26, Attachment A, Table 3, Row 11
(26) % Inter-BMC Nonmachinables		7.667%		LR USPS-105
(27) % Intra-BMC Nonmachinables		7.986%		LR USPS-105
(28) % DBMC Nonmachinables		5.129%		LR USPS-105
(29) Intra-BMC Nonmachinable Cost Differential	\$	1.173		USPS-T-26, Attachment A, Table 3, Row 7
(30) Intra-BMC Nonmachinable Surcharge	\$	0.400	35%	Line(29) multiplied by 0.35 rounded to nearest cent
(31) DBMC Nonmachinable Cost Differential	\$	1.277		31 USPS-T-26, Attachment A, Table 3, Row 8
(32) DBMC Nonmachinable Surcharge	\$	0.450	35%	Line(31) multiplied by 0.35 rounded to nearest cent
(33) Nonmach. Cost Diff. for DSCF for over 108 "	\$	3.640		USPS-T-26, Attachment I, Page 1, line 9
(34) Nonmach. Cost Diff. for DDU for over 108 "	\$	1.919		USPS-T-26, Attachment I, Page 1, line 10
(35) Nonmach. Cost Diff. for DBMC for over 108 "	\$	7.716		USPS-T-26, Attachment A, Table 3, Row 10
(36) Estimated Cubic Feet per Piece for over 108"		8.193		LR USPS-105

ATTACHMENT I
RATE DESIGN

USPS-T-36
Page 6 of 6
Revised April 17, 2000

DESTINATION BMC PARCEL POST
Constrained Rates

Weight (Pounds)	DBMC		DBMC			
	DDU	DSCF	Zones 1 & 2	Zone 3	Zone 4	Zone 5
2	\$1.21	\$1.67	\$2.22	\$2.40	\$2.58	\$2.59
3	\$1.26	\$1.78	\$2.39	\$2.85	\$3.03	\$3.12
4	\$1.32	\$1.91	\$2.57	\$3.15	\$3.43	\$4.26
5	\$1.37	\$2.02	\$2.73	\$3.43	\$3.76	\$4.75
6	\$1.41	\$2.12	\$2.84	\$3.68	\$4.05	\$5.22
7	\$1.45	\$2.21	\$3.00	\$3.95	\$4.32	\$5.64
8	\$1.50	\$2.30	\$3.15	\$4.22	\$4.57	\$6.05
9	\$1.55	\$2.40	\$3.29	\$4.47	\$4.82	\$6.43
10	\$1.59	\$2.48	\$3.43	\$4.71	\$5.05	\$6.79
11	\$1.63	\$2.56	\$3.57	\$4.94	\$5.26	\$7.12
12	\$1.67	\$2.64	\$3.70	\$5.17	\$5.48	\$7.44
13	\$1.72	\$2.72	\$3.82	\$5.32	\$5.67	\$7.73
14	\$1.74	\$2.78	\$3.94	\$5.49	\$5.86	\$8.01
15	\$1.78	\$2.84	\$4.06	\$5.62	\$6.04	\$8.28
16	\$1.82	\$2.92	\$4.18	\$5.75	\$6.21	\$8.54
17	\$1.85	\$2.98	\$4.29	\$5.86	\$6.38	\$8.78
18	\$1.90	\$3.04	\$4.40	\$5.98	\$6.53	\$9.02
19	\$1.92	\$3.10	\$4.50	\$6.09	\$6.69	\$9.23
20	\$1.96	\$3.16	\$4.61	\$6.21	\$6.85	\$9.44
21	\$1.99	\$3.22	\$4.71	\$6.32	\$6.99	\$9.66
22	\$2.02	\$3.27	\$4.81	\$6.42	\$7.13	\$9.85
23	\$2.06	\$3.32	\$4.90	\$6.53	\$7.27	\$10.04
24	\$2.08	\$3.38	\$5.00	\$6.63	\$7.39	\$10.22
25	\$2.12	\$3.43	\$5.08	\$6.71	\$7.52	\$10.39
26	\$2.15	\$3.47	\$5.14	\$6.81	\$7.64	\$10.56
27	\$2.19	\$3.53	\$5.22	\$6.89	\$7.75	\$10.71
28	\$2.21	\$3.57	\$5.28	\$6.99	\$7.87	\$10.88
29	\$2.25	\$3.63	\$5.36	\$7.10	\$7.99	\$11.03
30	\$2.27	\$3.67	\$5.41	\$7.16	\$8.09	\$11.18
31	\$2.31	\$3.72	\$5.49	\$7.24	\$8.20	\$11.32
32	\$2.33	\$3.76	\$5.54	\$7.33	\$8.31	\$11.46
33	\$2.36	\$3.81	\$5.61	\$7.40	\$8.41	\$11.59
34	\$2.40	\$3.84	\$5.67	\$7.47	\$8.50	\$11.71
35	\$2.43	\$3.88	\$5.73	\$7.55	\$8.61	\$11.84
36	\$2.46	\$3.88	\$5.79	\$7.61	\$8.70	\$11.84
37	\$2.47	\$3.91	\$5.83	\$7.68	\$8.79	\$12.09
38	\$2.51	\$3.95	\$5.90	\$7.77	\$8.88	\$12.19
39	\$2.54	\$4.00	\$5.95	\$7.82	\$8.97	\$12.30
40	\$2.57	\$4.04	\$6.00	\$7.89	\$9.05	\$12.42
41	\$2.60	\$4.09	\$6.06	\$7.97	\$9.15	\$12.52
42	\$2.62	\$4.13	\$6.10	\$8.04	\$9.22	\$12.61
43	\$2.65	\$4.18	\$6.17	\$8.09	\$9.31	\$12.73
44	\$2.67	\$4.22	\$6.21	\$8.14	\$9.40	\$12.82
45	\$2.70	\$4.26	\$6.25	\$8.22	\$9.46	\$12.92
46	\$2.74	\$4.30	\$6.32	\$8.28	\$9.55	\$13.00
47	\$2.77	\$4.35	\$6.36	\$8.34	\$9.61	\$13.10
48	\$2.79	\$4.39	\$6.40	\$8.39	\$9.70	\$13.20
49	\$2.82	\$4.43	\$6.46	\$8.46	\$9.76	\$13.27
50	\$2.84	\$4.47	\$6.50	\$8.51	\$9.84	\$13.37
51	\$2.87	\$4.51	\$6.54	\$8.56	\$9.90	\$13.45
52	\$2.90	\$4.55	\$6.60	\$8.64	\$9.98	\$13.52
53	\$2.92	\$4.59	\$6.63	\$8.69	\$10.04	\$13.61
54	\$2.94	\$4.63	\$6.67	\$8.74	\$10.11	\$13.68
55	\$2.98	\$4.67	\$6.73	\$8.78	\$10.17	\$13.76
56	\$3.01	\$4.71	\$6.77	\$8.85	\$10.25	\$13.82
57	\$3.03	\$4.75	\$6.80	\$8.90	\$10.30	\$13.91
58	\$3.07	\$4.78	\$6.86	\$8.94	\$10.36	\$13.98
59	\$3.07	\$4.82	\$6.89	\$9.00	\$10.43	\$14.05
60	\$3.10	\$4.86	\$6.93	\$9.06	\$10.49	\$14.12
61	\$3.13	\$4.90	\$6.98	\$9.09	\$10.55	\$14.19
62	\$3.16	\$4.93	\$7.02	\$9.14	\$10.61	\$14.25
63	\$3.18	\$4.97	\$7.05	\$9.20	\$10.67	\$14.31
64	\$3.21	\$5.01	\$7.10	\$9.23	\$10.72	\$14.37
65	\$3.24	\$5.05	\$7.14	\$9.30	\$10.78	\$14.44
66	\$3.27	\$5.08	\$7.18	\$9.35	\$10.84	\$14.50
67	\$3.29	\$5.12	\$7.21	\$9.40	\$10.90	\$14.56
68	\$3.31	\$5.15	\$7.25	\$9.44	\$10.95	\$14.62
69	\$3.34	\$5.19	\$7.29	\$9.46	\$11.01	\$14.68
70	\$3.38	\$5.22	\$7.33	\$9.54	\$11.06	\$14.73
Oversized	\$8.69	\$12.14	\$16.66	\$24.55	\$30.24	\$30.24

Preliminary rates from Attachment I, page 3, constrained such that no rate went up more than 10 percent relative to existing rates, and no rate exceeded the comparable Priority Mail rate, less 5 cents. Rates were also constrained such that no rate could decline by more than 2 percent relative to existing rates. All rates rounded to nearest whole cent.

DBMC Oversized Rates also constrained not to exceed existing rates, or to decrease by no more than one percent.

**ATTACHMENT J
PARCEL POST PICKUP REVENUE**

USPS-T-36
Page 1 of 1
Revised April 17, 2000

**Parcel Post Pickup Stops and Revenues
FY 98**

	Source	<u>On-Call</u>	<u>Scheduled</u>	<u>Total</u>
(1) Stops	FY 98 Billing Determinants	46,661	918	47,579
(2) Fee		\$ 4.95	\$ 4.95	\$ 4.95
(3) Revenue	(1) X (2)	\$ 230,972	\$ 4,544	\$ 235,516
(4) Inter/Intra Volume	(Attachment D Line 2 + Line 4)	103,250,331	103,250,331	103,250,331
(5) #Stops/Pc(Thousands)	(1)/(4)	0.45	0.01	0.46
TYBR				
(6) Inter/Intra Volume	(Attachment D Line 15 + Line 16)	80,437,687	80,437,687	80,437,687
(7) Stops/Thousand	Line 5	0.45	0.01	0.46
(8) Projected Stops	(6) X (7)	36,351	715	37,067
(9) Fee		8.25	8.25	8.25
(10) Projected Revenue	(8)*(9)	\$ 299,900	\$ 5,900	\$ 305,800
TYAR				
(11) Inter/Intra Volume	(Attachment D Line 15 + Line 16)	73,892,718	73,892,718	73,892,718
(12) Stops/Thousand	Line 5	0.45	0.01	0.46
(13) Projected Stops	(11) X (12)	33,394	657	34,051
(14) Fee		10.25	10.25	10.25
(15) Projected Revenue	(13)*(14)	\$ 342,285	\$ 6,734	\$ 349,019

**ATTACHMENT K
PARCEL POST TEST YEAR REVENUE/COST SUMMARY**

USPS-T-36

Revised

April 17, 2000

	<u>Before Rates</u>	<u>After Rates</u>
<u>Revenue Source</u>		
(1) Intra-BMC Non-Alaska Bypass	\$93,880,250	93,593,772
(2) Inter-BMC	276,826,336	281,052,437
(3) DBMC	762,370,675	771,859,947
(4) DSCF	\$4,451,353	4,516,860
(5) DDU	36,954,477	37,226,638
(6) Barcode Discount	-\$5,837,993	-\$5,848,803
(7) BMC Presort Discount	-\$2,335,085	-\$2,252,907
(8) OBMC Entry Discount	-\$3,526,287	-\$5,309,591
(9) Oversized parcels	5,031,592	5,498,044
(10) Balloon Charges	<u>\$5,887,832</u>	<u>6,666,778</u>
(11) Subtotal	\$1,173,703,150	\$1,187,003,174
(12) Pickup Fees	305,800	349,019
(13) OMAS Revenue	10,552,739	10,672,320
(14) Alaska Bypass Revenue	12,933,342	13,079,899
(15) Revenue from Combination Enclosures	305,800	349,019
(16) Unadjusted Revenue	\$1,197,800,832	\$1,211,453,431
(17) Adjustment to Pickup Revenue	\$0	\$0
(19) <u>Adjusted Revenue</u>	<u>\$1,197,800,832</u>	<u>\$1,211,453,431</u>
(20) Adjusted Rev/Pc	\$ 3.165	3.238
(21) Costs Including Contingency	\$ 1,078,202,625	\$ 1,052,158,400
(22) Cost Coverage	111.1%	115.1%
(23) Cost Coverage Excluding Pickup Revenue	111.1%	115.1%

REVENUE ADJUSTMENTS

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.



Scott L. Reiter

475 L'Enfant Plaza West, S.W.
Washington, D.C. 20260-1137
April 17, 2000