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USPS-LR-J-7

ROLLFORWARD TEST YEAR VOLUME VARIABLE COST FOOTNOTES

This is a Category 2 library reference associated with the testimony of witness Patelunas (USPS-T-12). It contains reference citations for rollforward volume variable costs excluding PESSA, appended to typical year summary reports, i.e., TY 2003 at Proposed Rates without the Workyear Mix Adjustment and TY 2003 at Proposed Rates with the Workyear Mix Adjustment. This library reference should be used in conjunction with Patelunas Workpapers A-H (Tables A-E).

ROLLFORWARD TEST YEAR VOLUME VARIABLE COST FOOTNOTES

General:

This report contains reference citations for "Rollforward Volume Variable Costs (Excluding PESSA)" development. These citations are appended to "Typical" Rollforward Year Summary Report, i.e., TY 2003 at Proposed Rates without the Workyear Mix Adjustment and TY 2003 at Proposed Rates with the Workyear Mix Adjustment. Use this reference in conjunction with Patelunas's Workpapers A-H, (Tables A-E).

This summary report (included in Workpapers A-H) consists of a page for each segment, detailing cost information for all components comprising the segment total. Component cost information is detailed into eight columns consisting of an "input" base/intermediate year cost column, six cost effect change columns, and a summary column. The only change to the summary report is the inclusion of footnote identifiers (handwritten) at the end of component subtitles.

Each summary report segment page is followed by a footnote page containing citations to enable a reader to identify sources used to develop the cost changes at the component level (and nontotal class level). Additionally, for each component and nontotal class receiving a cost change (including "0"), there is an explicit or implicit citation to reference the proper arithmetic expression (distribution purposes) corresponding to the applicable control string (Chapter 14 of System Documentation).

Footnote Description:

TYPE -- For each segment, reference information is provided for seven categories relating to the base/intermediate year input column and to each of the six possible cost effect columns. The six types of cost effects appear in the order of occurrence as developed in the model (same for any segment).

FNOTE -- Citations for each segment are normally numbered (explicit). In certain cases, a hyphen appears to denote an implicit footnote which is interpreted by considering information under the "COMPONENT"; and "REFERENCE SOURCE" subheading. When the same citation number appears under two or more "TYPE" cost effects, the first occurrence contains explicit reference information which subsequent appearances refer to.

COMPONENT – Each numbered footnote or hyphen in the “FNOTE” column has a corresponding entry in the “COMPONENTS” column detailing more information about affected component(s)/subcomponent(s). In cases where none of the six cost effects apply to the segment, then “Not Used” appears.

Specific “COMPONENTS” entries corresponding to a “FNOTE” citation identifier for a given “TYPE” cost effect are explained as follows:

-- “Comps (not noted): Generally, this description is used when numerous (sometimes all) components of the segment are affected. Often, this description is used with the arithmetic expression reference – as a segment default – when several components of the segment use the same formula. This entry has a corresponding hyphen in the “FNOTE” column.

-- “All subcomponents”: This description applies to certain components consisting of two or more subcomponents – when all of these subcomponents are affected.

-- “None”: No components in the segment receive the “TYPE” cost effect.

-- “Comp(s) indicated”: This description is an explicit citation for one or more components as indicated in the “FNOTE” column.

REFERENCE SOURCE – For each “FNOTE” entry, one or more reference sources are entered under this subheading. For cost effect changes, the reference directs the reader to the page(s) or table(s) of the testimony, exhibit(s), worksheet(s), library reference(s), etc. containing the arithmetic expression(s) (i.e., reference to “control string”).

In cases where an exception exists to a preceding default citation, a note such as “See VOL above”, etc. is shown. This usually applies to “piggybacked” cost changes.

***** ALL SEGMENTS *****

The following apply to cost segments 1-20 unless otherwise noted:

VOLUME	--	All input costs:	Witness Tolley, USPS-T-7, Table 1
			Witness Mayo, USPS-T-36

Witness Kaneer, USPS-T-38

Comp(s) indicated: USPS-LR-J-50, Chapter IV, Section j

All control string references: See Patelunas (Library Reference USPS-LR-J-4, Sections 3-8).

[illegible]

***** SEGMENT 1 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	All subcomponents:	USPS-LR-J-50, Chapter I, Appendix
Volume	--	Comps (not noted):	Control String: Type 6
	3	Comp(s) indicated:	No Volume Effect
Nonvol	--	Comps (not noted):	Control String: Type 1 or 2
	2	Comps(s) indicated:	USPS-LR-J-50, Chapter I, Appendix
AWE	4	Comp(s) indicated:	Control String: Type 16: Class=199
C-Reduc	--	None	
Other	--	None	

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
2. SUPERVISORS AND TECHNICIANS
(\$ 000)

FY03A

02170000

	FY02G COSTS	COST LEVEL	MAL VOLUME EFFECT	NONVOLUME EFFECT	ADDITIONAL WORKDAY EFFECT	COST REDUCTIONS	OTHER PROGRAMS	FY03A
* SUPERVISION OF MP AND WINDOW SERVICE 0008	1150606	39972	-5894				-15205	1169479
* SUPERVISION OF ADMIN SUPPORT 0012	73063	2538	-62	210			-972	74777
* SUPERVISION OF CITY DEL CARRIERS 0020	926098	32175	2651	3248			-12374	951798
* SUPERVISION OF EXPEDITED DELIVERY 0026	11659	404	-191				-152	11720
* SUPERVISORS AND TECHS 0034	1604614	55742	-816	1			-21297	1638244
* TOTAL 7 0252	3766040	130831	-4312	3459			-50000	3846018
* SUPERVISION OF MAIL PROCESSING & WINDOW OVERHEAD 0004	945890	32861	-3451				-12518	962782
* DIRECT LABOR AND SERVICES 0007	204716	7111	-2443				-2687	206697
* WINDOW SERVICES 2 0008	1150606	39972	-5894				-15205	1169479
* SUPERVISION OF ADMINISTRATIVE SUPPORT ATTENDANCE SUPERVISION 0009	73063	2538	-62	210			-972	74777
* TOTAL 2 0012	73063	2538	-62	210			-972	74777
* SUPERVISION OF CITY DELIVERY CARRIERS 0013	290804	10104	1048				-3875	298081
* OFFICE ELEMENTAL LOAD 0014	93782	3258	1171				-1259	96952
* STREET ACCESS 0016	211903	7361	-2	1427			-2833	217856
* STREET OTHER 0017	131102	4555	368	485			-1752	134758
* STREET ROUTE 0018	198507	6897	66	1336			-2655	204151
* SUPERVISION OF CITY DELIVERY CARRIERS OTHER LOAD 0015								
* STREET SCS ACCESS 0680								
* SUPERVISION OF CITY DELIVERY CARRIERS TOTAL 2 0020	926098	32175	2651	3248			-12374	951798
* SUPERVISION OF EXPEDITED DELIVERY EXPEDITED DELIVERY 2 0026	11659	404	-191				-152	11720
* OTHER SUPERVISORS AND TECHNICIANS EMPLOYEE & LABOR RELATIONS 0029	200	6		1			-2	205
* HIGHER LEVEL SUPERVISOR 2 0030	212891	7395	-89				-2826	217371
* GEN SUP OF MAIL PROCESSING 7 0031	315	10					-3	322
* GEN SUP OF COLLECTION & DELIVERY 0032	132	4					-1	135
* SUPERVISOR TRAINING MP SUPERVISORS AND TECHNICIANS 0600								
* SUPERVISOR TRAINING OTHER 0601	53445	1857	-81				-710	54511
* SUPERVISION RURAL DELIVERY 0674	22946	794	162				-306	23596
* SUPERVISION VEHICLE SERVICE 0675	36301	1262	118				-485	37196
* SUPERVISION QUALITY CNTL/ REV PROTECTN 0676	39200	1362	-186				-518	39858
* SUPERVISION CENTRAL MAIL MARK-UP 0677	48609	1689	-105				-644	49549
* SUPERVISION CLERKS AND CARRIERS 0678	344087	11954	-635				-4561	350845
* JOINT SUPERV. & TECHNICIAN 2 0034	846488	29409	-816	1			-11241	864656
* OTHER SUPERVISORS TOTAL 2 0034	1604614	55742	-816				-21297	1638244

***** SEGMENT 2 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-50, Chapter I, Appendix
Volume	2	Comp(s) indicated:	Control String: Type 21 Type 21 Control Strings (dep:indep) as follows: 7:40 13:43 14:46 16:48 17:49, 50, 52, 53 18:54 25:58 26:59 32:40 678:35, 40, 66, 421, 422, 423, 467, 468, 469, 470, 471, 41, 227, 228, 43, 44, 45, 46, 48, 49, 50, 52, 53, 55 9, 30:1-4, 7, 13-18, 25-26, 30-33, 35, 40-46, 48-50, 52-54, 57-59, 69-710, 74-77, 79, 82-86, 88-89, 194, 227
Nonvol	2	Comp(s) indicated:	See Volume above
AWE	-- 3 6	Comps (not noted): All Subcomponents: Comp(s) indicated:	Control String: Type 16, Class=199 See Volume above No AWE effect
C-Reduc	--	None	
Other	7	All subcomponents:	Control String: Type 8

***** SEGMENT 3 *****

<u>TYPE</u>	<u>ENOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-50, Chapter I, Appendix
Volume	-- 2	Comps (not noted): All subcomponents:	Control String: Type 6 Control String: Type 21 Type 21 Control Strings (dep:indep) as follows: 228:1-4, 7, 13-18, 25-26, 30-33, 35, 40-46, 48-50, 52-54, 57-59, 69-710, 74-77, 79, 82-86, 88-89, 194, 227 No Volume Effect
Nonvol	13 2	Comp(s) indicated: All subcomponents:	See Volume above
AWE	-- 2 5 6	Comps (not noted): All subcomponents: Comp(s) indicated: Comp(s) indicated:	Control String: Type 16: Class=199 See Volume above No AWE Effect Control String: Type 1
C-Reduc	--	Comps (not noted):	Control String: Type 15 See USPS-T-12, Appendix A
Other	11 12	Comp(s) indicated: Comp(s) indicated:	Control String: Type 8 Control String: Type 15 See USPS-T-12, Appendix A

USPS 10-4730
NISDC
ALA460P1

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
4. CLERKS--CAG K OFFICES (\$ 000)

FY03A

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	FY02G	COST	LEVEL	MAIL VOLUME EFFECT	NONVOLUME WORKDAY EFFECT	ADDITIONAL COST REDUCTIONS	OTHER PROGRAMS	* FY03A *
OFFICES	0042	7843	378	-54				8167
	0254	7843	378	-54				8167

*CLERKS--CAG K OFFICES
CLERKS CAG K
TOTAL

***** SEGMENT 4 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-50, Chapter I, Appendix
Volume	--	Comps (not noted):	Control String: Type 6
Nonvol	--	None	
AWE	4	Comps (not noted):	Control String: Type 16: Class=199
C-Reduc	--	None	
Other	--	None	

USPS 10-4730
NISDC
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DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS

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*** PAGE 6 ***

***** SEGMENT 6 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-50, Chapter I, Appendix
Volume	-- 2	Comps (not noted): All subcomponents:	Control String: Type 6 Control String: Type 21 Type 21 Control Strings (dep:indep) as follows: 44:43
	4	Comp(s) indicated:	No Volume Effect
Nonvol	2	All subcomponents:	See Volume above
AWE	2 3 5	Comp(s) indicated: Comp(s) indicated: Comp(s) indicated:	See Volume above AWE Effect Control String: Type 16: Class=199
C-Reduc	6	Comp(s) indicated:	Control String: Type 15
Other	--	All subcomponents:	Control String: Type 8 USPS-LR-J-50, Chapter I, Appendix

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENT
7. CITY DELIVERY CARRIERS--STREET
(\$ 000)

USPS 10-4730
NISDC
ALA460P1

	FY02G COSTS	COST LEVEL	MAIL VOLUME EFFECT	NONVOLUME WORKLOAD EFFECT	ADDITIONAL COST REDUCTIONS	OTHER PROGRAMS	FY03A
*CITY DELIVERY CARRIERS--STREET							
OTHER LOAD	0047						
STREET SCS ACCESS	0683						
STREET SCS LOAD	0610						
OTHER OTHER LOAD	0051						
OTHER SCS ACCESS	0639						
OTHER SCS LOAD	0684						
*CITY DELIVERY CARRIERS--STREET							
ELEMENTAL LOAD	0046	1517390	63230	18756		3631	1603007
ACCESS	2.7 0048	3382877	140974		22940	-20573	3526218
OTHER OFFICE	3 0049	693932	28919	2520		-4205	721166
OTHER ELEMENTAL LOAD	3 0050	252550	10526	3180		-1546	264710
*CITY DELIVERY CARRIERS--STREET							
OTHER ACCESS	3 0052	591632	24654	2	4012	-3598	616702
OTHER ROUTE	3 0053	554853	23122	184	3763	-3375	578547
ROUTE	0054	3169069	132064	1035	21497	-19275	3304390
TOTAL	1 0257	10162303	423489	25677	52212	-48941	10614740

***** SEGMENT 7 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-50, Chapter I, Appendix
Volume	-- 2 3 7	Comps (not noted): All subcomponents: Comp(s) indicated: Comp(s) indicated:	Control String: Type 6 Control String: Type 24 Type 24 Control String using file member RAT2FACT as key Control String: Type 21 Type 21 Control Strings (dep:indep) as follows: 49:43 50:46 52:48 53:54 No Volume Effect
Nonvol	-- 3 5	Comps (not noted): Comp(s) indicated: Comp(s) indicated:	Control String: Type 1 or 2 See Volume above USPS-LR-J-50, Chapter I, Appendix
AWE	3 4	Comp(s) indicated: Comp(s) indicated:	Control String: Type 16: Class=199 See Volume above
C-Reduc		None	
Other	--	Comps (not noted):	Control String: Type 8 USPS-LR-J-50, Chapter I, Appendix

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
8. VEHICLE SERVICE DRIVERS
(\$ 000)

02170000

FY03A

* FY02G COST MAIL NONVOLUME ADDITIONAL OTHER FY03A *
* COSTS LEVEL VOLUME WORKLOAD WORKDAY COST PROGRAMS *
* EFFECT EFFECT EFFECT REDUCTIONS *

*VEHICLE SERVICE DRIVERS 0057 572837 21181 1867 595885
VEHICLE SERVICE / 0258 572837 21181 1867 595885
TOTAL

***** SEGMENT 8 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	All subcomponents:	USPS-LR-J-50, Chapter I, Appendix
Volume	--	Comps (not noted):	Control String: Type 6
Nonvol	--	None	
AWE	--	Comp(s) indicated:	Control String: Type 16: Class=199
C-Reduc	--	None	
Other	--	None	

***** SEGMENT 10 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	All subcomponents:	USPS-LR-J-50, Chapter I, Appendix
	2	All subcomponents:	USPS-LR-J-50, Chapter I, Appendix
Volume	--	Comps (not noted):	Control String: Type 6
	6	No Volume Effect	
Nonvol	--	Comps (not noted):	Control String: Type 1 or 2
	4	All subcomponents:	Control String: Type 16: Class=199
			USPS-LR-J-50, Chapter I, Appendix
AWE	--	Comps (not noted):	Control String: Type 16: Class=199
C-Reduc	--	None	
Other	5	Comp(s) indicated:	Control String: Type 8
			USPS-LR-J-50, Chapter I, Appendix

***** SEGMENT 11 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	Comp(s) indicated:	USPS-LR-J-50, Chapter I, Appendix
	2	All subcomponents:	USPS-LR-J-50, Chapter I, Appendix
Volume	--	Comps (not noted):	Control String: Type 6
	6	Comp(s) indicated:	No Volume Effect
Nonvol	--	Comps (not noted):	Control String: Type 1 or 2
	4	Comp(s) indicated:	USPS-LR-J-50, Chapter I, Appendix
AWE	--	Comps (not noted):	Control String: Type 16: Class=199
C-Reduc	5	Comp(s) indicated:	Control String: Type 15
			USPS-LR-J-50, Chapter I, Appendix
Other	8	Comp(s) indicated:	Control String: Type 15
			USPS-LR-J-50, Chapter I, Appendix

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENT
12. MOTOR VEHICLE SERVICE
(\$ 000)

FY03A

02170000

	FY02G COSTS	COST LEVEL	MAIL VOLUME EFFECT	NONVOLUME WORKLOAD EFFECT	ADDITIONAL WORKDAY EFFECT	COST REDUCTIONS	OTHER PROGRAMS	FY03A	

* PERSONNEL	0090	332447	12630	47	1543		-25138	321529	
SUPPLIES	0099	435266	821	47	1801			437935	
VEHICLE	0108	51742	788	100	154			52784	
TOTAL	0262	819455	14239	194	3498		-25138	812248	

* PERSONNEL	0084								
CITY DELIVERY	0084								
STREET	0084								
STREET	0685								

* PERSONNEL	0082								
CITY DELIVERY	0082								
OFFICE	0082								
STREET	0083	6191	234	77			-473	6029	
STREET	0083								
STREET	0085	114256	4341	-1	772		-8659	110709	
STREET	0086	114260	4339	39	771		-8658	110751	
STREET	0086								
SPECIAL	0543	20085	761				-1511	19335	

* PERSONNEL	0087	254792	9675	115	1543		-19301	246824	
CITY DELIVERY	0087								
TOTAL	0087								
DELIVERY	0088	4204	159	-68			-311	3984	
SERVICE	0545	36717	1397				-2764	35350	
VEHICLE	0548	22046	841				-1656	21231	
RURAL	0089	14688	558				-1106	14140	
OTHER	0090	332447	12630	47	1543		-25138	321529	
TOTAL	0090								

* SUPPLIES & MATERIALS	0093								
CITY DELIVERY	0093								
STREET	0093								
STREET	0686								

* SUPPLIES & MATERIALS	0091								
CITY DELIVERY	0091								
OFFICE	0091								
STREET	0092	7502	12	92				7606	
STREET	0094	138238	264	-1	901			139402	
STREET	0094								
STREET	0095	138242	263	43	900			139448	
STREET	0095								
SPECIAL	0549	23196	41					23237	

* SUPPLIES & MATERIALS	0096	307178	580	134	1801			309693	
CITY DELIVERY	0096								
TOTAL	0096								
DELIVERY	0097	5525	11	-87				5449	
SERVICE	0550	71590	135					71725	
VEHICLE	0556	33268	61					33329	
RURAL	0556							17739	
OTHER	0098	17705	34					437935	
SUPPLIES & MATERIALS	0099	435266	821	47	1801				
TOTAL	0099								

* VEHICLE HIRE	0102								
CITY DELIVERY	0102								
STREET	0102								
STREET	0687								

* VEHICLE HIRE	0100								
CITY DELIVERY	0100								
OFFICE	0100	13943	214	49				14206	
STREET	0101	4553	68	56				4677	
STREET	0103	11974	184	1	78			12237	
STREET	0104	11699	177	4	76			11956	
STREET	0104								
TOTAL	0105	42169	643	110	154			43076	

* VEHICLE HIRE	0106	633	9	-10				632	
EXPEDITED	0106								
DELIVERY	0106								

***** SEGMENT 12 *****

<u>TYPE</u>	<u>ENOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	All subcomponents:	USPS-LR-J-50, Chapter I, Appendix
Volume	5	All subcomponents:	Control String: Type 21
			Type 21 Control Strings (dep:indep) as follows:
			82:43 83:46 85:48 86:54 88:58-59 91:43 92:46 94:48 95:54
			97:58-59 100:43 101:46 103:48 104:54
			106:58-59
	6	Comp(s) indicated:	No Volume Effect
Nonvol	--	Comps (not noted):	Control String: Type 1 or 2
	4	Comp(s) indicated:	USPS-LR-J-50, Chapter I, Appendix
AWE	--	Comps (not noted):	Control String: Type 16: Class=199
C-Reduc	--	None	
Other	8	Comp(s) indicated:	Control String: Type 8
			USPS-LR-J-50, Chapter I, Appendix

***** SEGMENT 13 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	All subcomponents:	USPS-LR-J-50, Chapter I, Appendix
	6	All subcomponents:	USPS-LR-J-50, Chapter I, Appendix
	4	Comps (not noted):	No Cost Level effect
Volume	2	All subcomponents:	Control String: Type 21
			Type 21 Control Strings (dep:indep) as follows:
			127:43 128:46 130:48 131:54 133:58, 59
			136:43 137:46 139:48 140:54
	14	All subcomponents:	No Volume Effect
Nonvol	--	Comps (not noted):	Control String: Type 1 or 2
	2	All subcomponents:	See Volume above
	11	Comp(s) indicated:	USPS-LR-J-50, Chapter I, Appendix
AWE	2	All subcomponents:	See Volume above
	15	All subcomponents:	AWE Effect
	16	Comp(s) indicated:	Control String: Type 16: Class=199
C-Reduc	--	None	
Other	13	Comp(s) indicated:	Control String: Type 7
			USPS-LR-J-50, Chapter I, Appendix

***** SEGMENT 14 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	Comp(s) indicated:	USPS-LR-J-50, Chapter I, Appendix
Volume	--	Comps (not noted):	Control String: Type 6
Nonvol	--	None	
AWE	2	All subcomponents:	Control String: Type 16: Class=199
C-Reduc	3	Comp(s) indicated:	Control String: Type 7
			USPS-LR-J-50, Chapter I, Appendix
	4	Comp(s) indicated:	Control String: Type 15
			USPS-LR-J-50, Chapter I, Appendix
Other	5	Comp(s) indicated:	Control String: Type 7
			USPS-LR-J-50, Chapter I, Appendix
	6	Comp(s) indicated:	Control String: Type 15
			USPS-LR-J-50, Chapter I, Appendix

***** SEGMENT 15 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	Comp(s) indicated:	USPS-LR-J-50, Chapter I, Appendix
Volume	--	None	
Nonvol	--	Comps (not noted):	Control String: Type 1 or 2
	4	Comp(s) indicated:	USPS-LR-J-50, Chapter I, Appendix
AWE	7	All subcomponents:	Control String: Type 16: Class=199
C-Reduc	--	None	
Other	5	Comp(s) indicated:	Control String: Type 7
			USPS-LR-J-50, Chapter I, Appendix

***** SEGMENT 16 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	All subcomponents:	USPS-LR-J-50, Chapter I, Appendix
	9	Comp(s) indicated:	No Cost Level effect
Volume	--	Comps (not noted):	Control String: Type 6
	3	Comp(s) indicated:	Control String: Type 21
			Type 21 Control Strings (dep:indep) as follows: 184:74
Nonvol	3	Comp(s) indicated:	See Volume above
AWE	--	Comps (not noted):	Control String: Type 16: Class=199
	3	Comp(s) indicated:	See Volume above
	8	All subcomponents:	No AWE effect
C-Reduc	--	None	
Other	5	Comp(s) indicated:	Control String: Type 7
			USPS-LR-J-50, Chapter I, Appendix

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DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
17. RESEARCH AND DEVELOPMENT
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FY03A

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[illegible]

***** SEGMENT 17 *****

<u>TYPE</u>	<u>ENOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	None	
Volume	--	None	
Nonvol	--	None	
AWE	--	None	
C-Reduc	--	None	
Other	5	Comp(s) indicated:	Control String: Type 7 USPS-LR-J-50, Chapter I, Appendix

***** SEGMENT 18 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
1		All subcomponents:	USPS-LR-J-50, Chapter I, Appendix
6		Comp(s) indicated:	USPS-LR-J-50, Chapter I, Appendix
3		Comp(s) indicated:	No Cost Level effect
Volume	10	Comp(s) indicated:	Control String: Type 18, (dep:indep) as follows: 199, 200, 201, 204:1-4, 9, 13-18, 22, 25-26, 29-33, 35, 40-46, 48-50, 52-54, 57-59, 70, 74-77, 79, 82-86, 88, 89, 109, 110, 114, 173, 191-195, 218, 219, 227, 228
Nonvol	15	No Volume effect	
	10	Comp(s) indicated:	See Volume above
AWE	--	Comps (not noted):	Control String: Type 16: Class=199
10		Comp(s) indicated:	See Volume above
16		All subcomponents:	AWE effect
C-Reduc	--	None	
Other	12	All subcomponents:	Control String: Type 7 USPS-LR-J-50, Chapter I, Appendix

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DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
19. GENERAL MANAGEMENT SYSTEMS
(\$ 000)

FY03A

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	FY02G	COSTS	COST LEVEL	MAIL EFFECT	NONVOLUME WORKLOAD	ADDITIONAL COST REDUCTIONS	OTHER PROGRAMS	FY03A
* PERSONNEL								
MAINTENANCE								
SUPPLIES								
TOTAL								
	TECH SUPPORT	CENTER	0219	4772	132			4904
	AND	SERVICES	0220	16976	407			17383
			0269	21748	539			22287

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***** SEGMENT 19 *****

<u>TYPE</u>	<u>ENOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	Comp(s) indicated:	USPS-LR-J-50, Chapter I, Appendix
Volume	--	None	
Nonvol	--	None	
AWE	--	None	
C-Reduc	--	None	
Other	2	Comp(s) indicated:	Control String: Type 7 USPS-LR-J-50, Chapter I, Appendix

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENT
20. OTHER ACCRUED EXPENSES
(\$ 000)

FY03A

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		FY02G COSTS	COST LEVEL	MAIL VOLUME EFFECT	NONVOLUME WORKLOAD EFFECT	ADDITIONAL WORKDAY EFFECT	COST REDUCTIONS	OTHER PROGRAMS	FY03A
* VEHICLE DEPRECIATION	0231	201347						17417	218764
EQUIPMENT DEPRECIATION	0235	1422620						145685	1568305
BUILDING & LEASEHOLD DEPRECIATION	0238	751895						31229	783124
TOTAL	0078	2375862						194331	2570193
INTEREST EXPENSE	0217	2039492						92324	2131816
INDEMNITIES INSURANCE	0243	139043	3338	2587				-3982	144968
OPERATING OTHER	0250	-23068						-27050	
TOTAL	0270	4531329	3338	2587				282673	4819927
*CITY DELIVERY VEHICLE DEPRECIATION									
STREET	0223								
STREET SCS ACCESS	0691								
*CITY DELIVERY VEHICLE DEPRECIATION									
OFFICE	0221								
STREET	0222	3559							3559
ELEMENTAL LOAD ACCESS	0224	65856							65856
STREET	0225	65859							65859
ROUTE	0226	135274							135274
TOTAL									
*OTHER VEHICLE DEPRECIATION									
EXPEDITED DELIVERY	0229	3992						1052	5044
VEHICLE SERV DRIVERS	0581	28710						7568	36278
RURAL DELIVERY	0582	11311						2982	14293
OTHER	0230	22060						5815	27875
ALL VEHICLES	0231	201347						17417	218764
TOTAL									
*EQUIPMENT DEPRECIATION									
EQUIPMENT DEPRECIATION	0232	1416480						145685	1562165
PROD SPECIFIC EQUIPMENT DEPRECIATION	0233	6140						6140	
TOTAL	0235	1422620						145685	1568305
*BUILDING AND LEASEHOLD DEPRECIATION									
IMPUTED DEPRECIATION --BUILDING	0236	565575						23490	589065
IMPUTED DEPRECIATION --LEASEHOLD	0237	186320						7739	194059
PROD SPECIFIC IMPUTED DEPRCN --LEASEHOLD	0247								
BUILDING & LEASEHOLD ADJUSTMENT	0730								
BUILDING & LEASEHOLD TOTAL	0238	751895						31229	783124
*INTEREST EXPENSE									
IMPUTED INTER. LAND/BUILDING VEH & EQUIP	0587	346838						69000	415838
INTEREST ADJUSTMENT	0729								
IMPUTED INTER. SPECIAL ASSESSMENTS	0899								
RETIREMENT INTEREST	9 1436	1645632						23324	1668956
ANNUITANT COLA/HEALTH BENEFITS INTEREST	9 0896								
OTHER INTEREST	9 1437	47022							47022
TOTAL INTEREST	0217	2039492						92324	2131816
*INDEMNITIES & INSURANCE CLAIM WRITEOFFS									
DOMESTIC INDEMNITIES	0239	34973	840	2686				38499	
INTER-NATIONAL INDEMNITIES	0240	2749	66	-99				2716	
INSURANCE CLAIM WRITEOFFS	0242	101321	2432					103753	
TOTAL	0243	139043	3338	2587				144968	
*OTHER OPERATING EXPENSES									

02170000

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***** SEGMENT 20 *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 only, Meehan USPS-T-11 (WP-A, Table 2)
C-Level	--	Comps (not noted): Not Used	Control String: Type 1 or 2
	1	Comp(s) indicated:	USPS-LR-J-50, Chapter I, Appendix
	2	Comp(s) indicated:	No Cost Level effect
	3		
Volume	10	Comps (not noted):	Control String: Type 6
Nonvol	--	None	
AWE	--	None	
C-Reduc	--	None	
Other	8	All subcomponents:	Control String: Type 8 USPS-LR-J-50, Chapter I, Appendix
	9	Comp(s) indicated:	Control String: Type 7 USPS-LR-J-50, Chapter I, Appendix

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
3. CLERKS AND MAILHANDLERS--CAG A-J
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*****		FY03A	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER	FY03AM	*****	
*			LEVEL	VOLUME	WORKLOAD	WORKDAY	EMPLOYEE	PROGRAMS	*	
*				EFFECT	EFFECT	EFFECT	MIX	ADJ.	*	
*****									*****	
MAIL	PROCESSING & INDOOR SERVICE	0039	18033916				-28369	18005547		
ADMIN	SUPPORT AND MISC	0021	1659493				-2608	1656885		
EXPEDITED	DELIVERY	0059	54514				-85	54429		
TOTAL		1	0253	19747923			-31062	19716861		

*MAIL PROCESSING & WINDOW SERVICES		0801								
ROD-SPECIFIC STAMPED CARDS										
*MAIL PROCESSING & WINDOW SERVICES		0035	15645228				-24609	15620619		
MAIL	PROCESSING	0040	2388688				-3760	2384928		
WINDOW	SERVICES	0039	18033916				-28369	18005547		
TOTAL										

*ADMINISTRATIVE SUPPORT & MISC		0066	40470				-63	40407		
CLAIMS	AND INQUIRY	0421	117773				-185	117588		
DATA	COLLECTION	0422	743757				-1170	742587		
EN'L OFFICE	CLERICAL	0423	30033				-45	29988		
QUALITY	CONTROL	0467	2917				-4	2913		
TRAINING	SCHEMES	0468	28464				-45	28419		
TRAINING	MAIL PROC	0469	908				-1	907		
TRAINING	MAIL PROC	0470	117406				-185	117221		
TRAINING	OTHER	0471								
OTHER	REGISTRY	0041	346768				-547	346221		
PRODUCT	SPECIFIC	0227	11654				-18	11636		
TIME	AND	0228	219343				-345	218998		
TOTAL	ATTENDANCE	0021	1659493				-2608	1656885		
*EXPEDITED DELIVERY		0059	54514				-85	54429		
TOTAL										

***** WORKYEAR MIX ADJUSTMENT *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Unadjusted Fiscal Year Costs (Patelunas WP-H)
Workyear Mix Adj	1	Comp(s) indicated:	Control String: Type 8 USPS-LR-J-50, Chapter VIII

***** WORKYEAR MIX ADJUSTMENT *****

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Unadjusted Fiscal Year Costs (Patelunas WP-H)
Workyear Mix Adj	1	Comp(s) indicated:	Control String: Type 8 USPS-LR-J-50, Chapter VIII

* CITY DELIVERY CARRIERS--STREET									
OTHER	LOAD								
STREET	SCS ACCESS	0047							
STREET	SCS LOAD	0683							
OTHER	OTHER LOAD	0610							
OTHER	SCS ACCESS	0051							
OTHER	SCS LOAD	0639							
OTHER	SCS LOAD	0684							
* CITY DELIVERY CARRIERS--STREET									
ELEMENTAL	LOAD	0046	1603007						1599132
ACCESS		0048	3526218				-3875		3517696
OTHER	OFFICE	0049	721166				-1746		719420
OTHER	ELEMENTAL LOAD	0050	264710				-640		264070
* CITY DELIVERY CARRIERS--STREET									
OTHER	ACCESS	0052	616702				-1489		615213
OTHER	ROUTE	0053	578547				-1398		577149
ROUTE		0054	3304390				-7985		3296405
TOTAL		0257	10614740				-25655		10589085

* OTHER FY03AM									
* EMPLOYEE PROGRAMS									
* MIX ADJ.									

***** WORKYEAR MIX ADJUSTMENT *****

TYPE	FNOTE	COMPONENTS	REFERENCE SOURCE
Input	--	All input costs:	Unadjusted Fiscal Year Costs (Patelunas WP-H)
Workyear Mix Adj	1	Comp(s) indicated:	Control String: Type 8 USPS-LR-J-50, Chapter VIII