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USPS-LR-J-78

PRC VERSION/ROLLFORWARD TEST YEAR VOLUME VARIABLE COST FOOTNOTES

This is a Category 5 library reference. It contains the PRC version of 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 USPS-LR-J-75, Volumes A-H (Tables A-E).

**ROLLFORWARD TEST YEAR VOLUME VARIABLE
COST FOOTNOTES
PRC VERSION**

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 USPS-LR-J-75, Volumes A-H, (Tables A-E).

This summary report (included in Volumes 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), workpaper(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
AWE -- Comp(s) indicated: USPS-LR-J-79, III, Section a

All control string references: See Library Reference USPS-LR-J-77).

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS

FY03AP

02170000

1. POSTMASTERS

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	FY02GP COSTS	COST LEVEL	MAIL VOLUME EFFECT	NONVOLUME WORKLOAD EFFECT	ADDITIONAL WORKDAY EFFECT	COST REDUCTIONS	OTHER PROGRAMS	FY03AP*
EAS 23	2,410,001	1847808	71734	162	-517			1919187
EAS 24	3,002	42649	1656					44305
POSTMASTERS TOTAL	5,412,003	1890457	73390	162	-517			1963492

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
Volume	-- 3	Comps (not noted): Comp(s) indicated:	Control String: Type 6 No Volume Effect
Nonvol	-- 2	Comps (not noted): Comps(s) indicated:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
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)

FY03AP

02170000

		FY02GP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER	FY03AP*
		COSTS	LEVEL	VOLUME	WORKLOAD	WORKDAY	COST	
				EFFECT	EFFECT	EFFECT	REDUCTIONS	

SUPERVISION	OF MP AND WINDOW SERVICE	0008	1149710	39939	-6981		-15175	1167493
SUPERVISION	OF ADMIN SUPPORT	0012	73055	2537	-90	213	-970	74745
SUPERVISION	OF CITY DEL CARRIERS	0020	926267	32180	2653	3253	-12374	951979
SUPERVISION	OF EXPEDITED DELIVERY	0026	11659	404	-191		-152	11720
OTHER	SUPERVISORS AND TECHS	0034	1606242	55794	-1049	1121	-21329	1640779

TOTAL		7,1 0252	3766933	130854	-5658	4587	-50000	3846716
*SUPERVISION OF MAIL PROCESSING & WINDOW								
DIRECT LABOR	AND OVERHEAD	0004	945001	32829	-4549		-12490	960791
WINDOW	SERVICES	0007	204709	7110	-2432		-2685	206702
TOTAL		2 0008	1149710	39939	-6981		-15175	1167493
*SUPERVISION OF ADMINISTRATIVE SUPPORT								
TIME	ATTENDANCE SUPERVISION	0009	73055	2537	-90	213	-970	74745
TOTAL		2 0012	73055	2537	-90	213	-970	74745
*SUPERVISION OF CITY DELIVERY CARRIERS								
OFFICE		0013	290804	10104	1048		-3874	298082
STREET	ELEMENTAL LOAD	6 0014	92907	3228	1174		-1248	96061
STREET	ACCESS	0016	142742	4960	-1	960	-1908	146753
STREET	OTHER	0017	131125	4555	367	485	-1752	134780
STREET	ROUTE	0018	181865	6318	66	1224	-2432	187041
*SUPERVISION OF CITY DELIVERY CARRIERS								
STREET	OTHER LOAD	0015	56182	1949	-1	379	-750	57759
STREET	SCS ACCESS	0680	30642	1066		205	-410	31503
*SUPERVISION OF CITY DELIVERY CARRIERS								
TOTAL		2 0020	926267	32180	2653	3253	-12374	951979
*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	2,6 0030	214772	7461	-127	1120	-2865	220361
GEN SUP OF MAIL	PROCESSING	7 0031	315	9	-1		-3	320
GEN SUP OF COLLECTION	& DELIVERY	0032	130	3	1		-1	133
SUPERVISOR	TRAINING MP	0600						
*OTHER SUPERVISORS AND TECHNICIANS								
SUPERVISOR	TRAINING OTHER	6 0601	53424	1857	-95		-708	54478
SUPERVISION	RURAL DELIVERY	6 0674	22947	794	162		-306	23597
SUPERVISION	VEHICLE SERVICE	6 0675	36300	1262	118		-485	37195
SUPERVISION	QUALITY CNTL/ REV PROTECTN	6 0676	39150	1358	-227		-518	39763
SUPERVISION	CENTRAL MAIL MARK-UP	6 0677	48611	1691	-87		-644	49571
*OTHER SUPERVISORS AND TECHNICIANS								
JOINT SUPERV.	CLERKS AND CARRIERS	6 0678	343901	11944	-793		-4558	350494
OTHER	SUPERVISORS & TECHNICIAN	6 0033	846492	29409			-11239	864662
*OTHER SUPERVISORS AND TECHNICIANS								
TOTAL		2 0034	1606242	55794	-1049	1121	-21329	1640779

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
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, 680, 600-601, 674-678, 801, 66, 47, 610, 51, 684, 639, 421-423, 467-471, 543, 548 678: 35, 40, 66, 421-423, 467-471, 41, 227, 228, 43-46, 48-50, 52-54, 801, 604, 47, 610, 683, 51, 684, 639 32: 40, 43-54, 47, 684, 610, 639, 683 680:683
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

		FY02GP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER		FY03AP*	
		COSTS	LEVEL	VOLUME	WORKLOAD	WORKDAY	COST	PROGRAMS		
				EFFECT	EFFECT	EFFECT	REDUCTIONS			

*										
MAIL	PROCESSING & WINDOW SERVICES	0039	17087886	692229	-113803		-389196	-70998	17206118	
ADMIN	SUPPORT AND MISC	0021	2385927	96655	-1520	819	-6764	-13547	2461570	
EXPEDITED	DELIVERY	0059	53233	2156	-875				54514	
TOTAL		0253	19527046	791040	-116198	819	-395960	-84545	19722202	
*MAIL PROCESSING & WINDOW SERVICES										
OD-SPECIFIC STAMPED CARDS										
		0801								
*MAIL PROCESSING & WINDOW SERVICES										
MAIL	PROCESSING	0035	14667160	594167	-84868		-389196	-57075	14730188	
WINDOW	SERVICES	0040	2420726	98062	-28935			-13923	2475930	
TOTAL		0039	17087886	692229	-113803		-389196	-70998	17206118	
*ADMINISTRATIVE SUPPORT & MISC										
CLAIMS	AND INQUIRY	0066	39166	1587	-55			-228	40470	
DATA	COLLECTION	0041	127101	5150	1801			-749	133303	
N'L OFFICE	AND CLERICAL	0042	1295156	52466	-1605		-2921	-7508	1335588	
QUALITY	CONTROL	0043	38323	1554	-218			-222	39437	
TRAINING	SCHEMES	0046	7379	300	-46			-41	7592	
TRAINING	MAIL PROC	0046	35166	1423	-121			-204	36264	
TRAINING	MAIL PROC	0046	1070	42	-6			-5	1101	
TRAINING	OTHER	0047	144984	5874	-937			-840	149081	
TRAINING	REGISTRY	0047								
OTHER		0041	409072	16572				-2381	423263	
PRODUCT	SPECIFIC	0027	11781	477				-69	12189	
TIME	AND ATTENDANCE	0028	276729	11210	-333	819	-3843	-1300	283282	
TOTAL		0021	2385927	96655	-1520	819	-6764	-13547	2461570	
*EXPEDITED DELIVERY										
TOTAL		0059	53233	2156	-875				54514	

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
Volume	-- 2 13	Comps (not noted): All subcomponents: Comp(s) indicated:	Control String: Type 6 Control String: Type 21 Type 21 Control Strings (dep:indep) as follows: 228: (same as components 9, 30) No Volume Effect
Nonvol	2	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

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DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
4. CLERKS--CAG K OFFICES
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* FY02GP COST MAIL NONVOLUME ADDITIONAL OTHER FY03AP*
* COSTS LEVEL VOLUME WORKLOAD WORKDAY COST PROGRAMS *
* EFFECT EFFECT EFFECT REDUCTIONS *

*CLERKS--CAG K OFFICES
CLERKS CAG K
TOTAL

OFFICES	0042	7847	379	52			8174
	0254	7847	379	-52			8174

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
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	

		FY02GP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER	FY03AP*	
		COSTS	LEVEL	VOLUME	WORKLOAD	WORKDAY	COST	PROGRAMS	
				EFFECT	EFFECT	EFFECT	REDUCTIONS		

*CITY DELIVERY CARRIERS--OFFICE									
DIRECT	LABOR	2,516,9	0043	3794576	158132	15493	-115	-25441	3942645
IN-OFFICE	SUPPORT	2	0044	713693	29741	2589		-4870	741153
CAG K		4	0045	252	10			-1	261
TOTAL		1	0256	4508521	187883	18082	-115	-30312	4684059

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
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-79, Chapter III, Section a

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

FY03AP

02170000

		FY02GP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER	FY03AP	
		COSTS	LEVEL	VOLUME	WORKLOAD	WORKDAY	COST	PROGRAMS	
				EFFECT	EFFECT	EFFECT	REDUCTIONS		

*CITY DELIVERY CARRIERS--STREET									
OTHER	LOAD	2,7	0047	756569	31528				793228
STREET	SCS ACCESS	2,7	0683	495206	20637				519203
STREET	SCS LOAD	2,7	0610	151488	6313				158828
OTHER	OTHER LOAD	2,7	0051	125335	5223				131408
OTHER	SCS ACCESS	2,7	0639	82034	3419	1			86009
OTHER	SCS LOAD	2,7	0684	25092	1046				26306
*CITY DELIVERY CARRIERS--STREET									
ELEMENTAL	LOAD		0046	1501152	62554	18760		2579	1585045
ACCESS		2,7	0048	2275379	94819			-15567	2370060
OTHER	OFFICE	3	0049	692869	28872	2515		-4726	719530
OTHER	ELEMENTAL LOAD	3	0050	249851	10411	3178		-1721	261719
*CITY DELIVERY CARRIERS--STREET									
OTHER	ACCESS	3	0052	408112	17007	1	2766	-2791	425095
OTHER	ROUTE	3	0053	510056	21254	184	3459	-3489	531464
ROUTE			0054	2898944	120807	1035	19665	-19839	3020612
TOTAL		1	0257	10172087	423890	25674	52410	-45554	10628507

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
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 51:47 684:610 639:683 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-79, Chapter III, Section a
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-79, Chapter III, Section a

		FY02GP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER	FY03AP*	
		COSTS	LEVEL	VOLUME	WORKLOAD	WORKDAY	COST	PROGRAMS	
				EFFECT	EFFECT	EFFECT	REDUCTIONS		

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

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
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	

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
10. RURAL CARRIERS
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FY03AP

02170000

		FY02GP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER	FY03AP
		COSTS	LEVEL	VOLUME	WORKLOAD	WORKDAY	COST	PROGRAMS
				EFFECT	EFFECT	EFFECT	REDUCTIONS	
EVALUATED	ROUTES	5 0069	4002227	153768	27671	65944	-15202	4234408
OTHER	ROUTES	4.5 0070	368092	14142	2482		-1377	383339
SALARIES	TOTAL	2.0072	4370319	167910	30153	65944	-16579	4617747
EQUIPMENT	MAINTENANCE	0073	393358	4956		8763		407077
TOTAL	ALLOWANCE	1 0260	4763677	172866	30153	74707	-16579	5024824

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	All subcomponents:	USPS-LR-J-79, Chapter III, Section a
	2	All subcomponents:	USPS-LR-J-79, Chapter III, Section a
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-79, Chapter III, Section a
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-79, Chapter III, Section a

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
11. CUSTODIAL AND MAINTENANCE
(\$ 000)

02170000

* FY02GP COST MAIL NONVOLUME ADDITIONAL OTHER FY03AP*
* COSTS LEVEL VOLUME WORKLOAD WORKDAY COST PROGRAMS *
* EFFECT EFFECT EFFECT REDUCTIONS *

CLEANING & PROTECTION PERSONNEL	0074	1029508	43429		9388		-8616	1073709
EQUIPMENT & BUILDING PERSONNEL	0080	1769129	63471	-4321	4298	-438	68302	1900441
CONTRACT CLEANERS	0081	73426	1931		659			76016
TOTAL	1,4 0261	2872063	108831	-4321	14345	-438	59686	3050166
CLEANING AND PROTECTION PERSONNEL	6,8 0074	1029508	43429		9388		-8616	1073709
EQUIPMENT AND BUILDING PERSONNEL	5,8 0075	1295855	45595	-4321		-438	68302	1404993
POSTAL OPERATING EQUIPMENT	6 0079	473274	17876		4298			495448
PLANT AND BUILDING EQUIPMENT	0080	1769129	63471	-4321	4298	-438	68302	1900441
TOTAL CONTRACT CLEANERS	0081	73426	1931		659			76016

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

<u>TYPE</u>	<u>FN</u> <u>OTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	Comp(s) indicated:	USPS-LR-J-79, Chapter III, Section a
	2	All subcomponents:	USPS-LR-J-79, Chapter III, Section a
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-79, Chapter III, Section a
AWE	--	Comps (not noted):	Control String: Type 16: Class=199
C-Reduc	5	Comp(s) indicated:	Control String: Type 15
			USPS-LR-J-79, Chapter III, Section a
Other	8	Comp(s) indicated:	Control String: Type 15
			USPS-LR-J-79, Chapter III, Section a

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

FY03AP

02170000

* FY02GP COST MAIL NONVOLUME ADDITIONAL OTHER FY03AP*
* COSTS LEVEL VOLUME WORKLOAD WORKDAY COST PROGRAMS *
* EFFECT EFFECT EFFECT REDUCTIONS *

PERSONNEL		0090	332517	12633	104	1514		-25138	321630
SUPPLIES	AND	MATERIALS	0099	435318	818	111	1758		438005
VEHICLE	HIRE		0108	51731	784	121	130		52766
TOTAL		1	0262	819566	14235	336	3402	-25138	812401
PERSONNEL									
ITY DELIVRY	STREET	OTHER LOAD	5 0084	6626	251	1	44	-501	6421
ITY DELIVRY	STREET	SCS ACCESS	5 0685	21222	806		142	-1606	20564
PERSONNEL									
ITY DELIVRY	OFFICE		5 0082						
ITY DELIVRY	STREET	ELEMENTAL LOAD	5 0083	10413	395	132		-794	10146
ITY DELIVRY	STREET	ACCESS	5 0085	90049	3421		609	-6821	87258
ITY DELIVRY	STREET	ROUTE	5 0086	106466	4044	39	719	-8066	103202
ITY DELIVRY	SPECIAL	PURPOSE ROUTES	5 0543	20085	761			-1512	19334
PERSONNEL									
ITY DELIVRY	TOTAL		0087	254861	9678	172	1514	-19300	246925
EXPEDITED	DELIVERY		5 0088	4204	159	-68		-311	3984
VEHICLE	SERVICE	DRIVERS	5 0545	36717	1397			-2765	35349
RURAL	DELIVERY		5 0548	22047	841			-1657	21231
OTHER	PERSONNEL		5 0089	14688	558			-1105	14141
TOTAL			5 0090	332517	12633	104	1514	-25138	321630
SUPPLIES & MATERIALS									
ITY DELIVRY	STREET	OTHER LOAD	0093	7396	15		47		7458
ITY DELIVRY	STREET	SCS ACCESS	0686	23687	44	1	153		23885
SUPPLIES & MATERIALS									
ITY DELIVRY	OFFICE		5 0091						
ITY DELIVRY	STREET	ELEMENTAL LOAD	5 0092	12676	23	152			12851
ITY DELIVRY	STREET	ACCESS	5 0094	109649	207	-1	714		110569
ITY DELIVRY	STREET	ROUTE	5 0095	129645	247	46	844		130782
ITY DELIVRY	SPECIAL	PURPOSE ROUTES	5 0549	23349	41				23390
SUPPLIES & MATERIALS									
ITY DELIVRY	TOTAL		5 0096	306402	577	198	1758		308935
EXPEDITED	DELIVERY		5 0097	5560	11	-87			5484
VEHICLE	SERVICE	DRIVERS	5 0550	72053	135				72188
RURAL	DELIVERY		5 0556	33484	61				33545
OTHER	SUPPLIES &	MATERIALS	5 0098	17819	34				17853
TOTAL			5 0099	435318	818	111	1758		438005
VEHICLE HIRE									
ITY DELIVRY	STREET	OTHER LOAD	5 0102	3235	48	1	22		3306
ITY DELIVRY	STREET	SCS ACCESS	5 0687	2089	32		13		2134
VEHICLE HIRE									
ITY DELIVRY	OFFICE		5 0100	16868	256	59			17183
ITY DELIVRY	STREET	ELEMENTAL LOAD	5 0101	5309	78	67			5454
ITY DELIVRY	STREET	ACCESS	5 0103	1521	23		9		1553
ITY DELIVRY	STREET	ROUTE	5 0104	13138	202	4	86		13430
ITY DELIVRY	TOTAL		0105	42160	639	131	130		43060
VEHICLE HIRE									
EXPEDITED	DELIVERY		5 0106	633	9	-10			632

*** PAGE 11 ***

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
12. MOTOR VEHICLE SERVICE
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FY03AP

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* FY02GP COST MAIL NONVOLUME ADDITIONAL OTHER FY03AP*
* COSTS LEVEL VOLUME WORKLOAD WORKDAY COST PROGRAMS *
* EFFECT EFFECT EFFECT REDUCTIONS *

VEHICLE	SERVICE	DRIVERS	0568	6355	96				6451
OTHER	VEHICLE HIRE		0107	2583	40				2623
TOTAL			0108	51731	784	121	130		52766

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	-- 1	Comps (not noted): All subcomponents:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
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 93, 84, 102:47, 610 685-687:683
	6	Comp(s) indicated:	No Volume Effect
Nonvol	-- 4	Comps (not noted): Comp(s) indicated:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
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-79, Chapter III, Section a

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
13. MISCELLANEOUS OPERATING EXPENSES
(\$ 000)

FY03AP

02170000

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*****
*                FY02GP  COST  MAIL  NONVOLUME  ADDITIONAL  OTHER  FY03AP*
*                COSTS  LEVEL  VOLUME  WORKLOAD  WORKDAY  COST  PROGRAMS  *
*                EFFECT  EFFECT  EFFECT  REDUCTIONS  *
*****
```

SALARIES & FRINGE BENEFITS	0116	217506	5779		2705		225990
MAIL EQUIPMENT SHOPS	0119	32334	495				32829
OTHER	0126	106064	2546			26000	134610
CARFARE	0135	56642	1649	16	17		58324
DRIVEOUT--CITY DELIVERY	0141	5835		24	13		5872
TOTAL	0263	418381	10469	40	2735	26000	457625
SALARIES AND FRINGE BENEFITS							
MAIL EQUIPMENT SHOPS	0110	7555	333				7888
CONTRACT STATION SERVICE	0111	79972	2103		2706		84781
RENTAL ALLOWANCE POSTMASTERS	0112	18			-1		17
PROCUREMENT OFFICES AND SUPPLY CNTRS	0114	65704	1793				67497
TOLLS AND FERRIAGE	0113	1520	44				1564
EMPLOYEE AWARDS	0115	62737	1506				64243
TOTAL	0116	217506	5779		2705		225990
MAIL EQUIPMENT SHOPS							
FREIGHT ON MATERIALS & SUPPLIES	0117	32334	495				32829
TOTAL	0119	32334	495				32829
OTHER							
BANKING FEES	0125	106064	2546			26000	134610
TOTAL	0126	106064	2546			26000	134610
CARFARE							
CITY DELIVERY STREET OTHER LOAD	0129	1019	29		6		1054
CITY DELIVERY STREET SCS ACCESS	0128	218	6				224
CARFARE							
CITY DELIVERY OFFICE	0127	2737	77	10			2824
CITY DELIVERY STREET ELEMENTAL LOAD	0128	1570	47	19			1636
CITY DELIVERY STREET ACCESS	0130	1012	28	-1	6		1045
CITY DELIVERY STREET ROUTE	0131	721	20		5		746
CITY DELIVERY TOTAL	0132	7277	207	28	17		7529
CARFARE							
EXPEDITED DELIVERY	0133	749	22	-12			759
OTHER CARFARE	0134	48616	1420				50036
TOTAL	0135	56642	1649	16	17		58324
DRIVEOUT--CITY DELIVERY							
CITY DELIVERY STREET OTHER LOAD	0138	816		1	4		821
CITY DELIVERY STREET SCS ACCESS	0139	177					177
DRIVEOUT--CITY DELIVERY							
CITY DELIVERY OFFICE	0136	2199		9			2208
CITY DELIVERY STREET ELEMENTAL LOAD	0137	1254		15			1269
CITY DELIVERY STREET ACCESS	0139	811		-1	5		815
CITY DELIVERY STREET ROUTE	0140	578			4		582
CITY DELIVERY TOTAL	0141	5835		24	13		5872

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	All subcomponents:	USPS-LR-J-79, Chapter III, Section a
	6	All subcomponents:	USPS-LR-J-79, Chapter III, Section a
	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, 59 136:43 137:46 139:48 140:54 129,138:47, 610 688-689:683
	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-79, Chapter III, Section a
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-79, Chapter III, Section a

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
14. TRANSPORTATION
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FY03AP

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			FY02GP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER	FY03AP
			COSTS	LEVEL	VOLUME	WORKLOAD	WORKDAY	COST	PROGRAMS
					EFFECT	EFFECT	EFFECT	REDUCTIONS	
DOMESTIC									
DOMESTIC	AIR	3,4,6	0142	1697565	-848	-13692		-20000	10247 1673272
DOMESTIC	ALASKA AIR	3	0681	121985	-60	-2325			119600
HIGHWAY		3,4,6	0143	2463859	44843	-3507		-40147	2465048
RAILROAD		3	0144	249753	801	1428			251982
DOMESTIC	WATER		0145	31481	481	258			32220
TOTAL	DOMESTIC	3,5	0542	4564643	45217	-17838		-60147	10247 4542122
INTERNATIONAL			0146	692654	11710	-28041			676323
SETTLEMENT	TRANSACTIONS	(SDR'S)	1438	12516					12516
TOTAL	DOMESTIC	& INT'L 1,2	0264	5269813	56927	-45879		-60147	10247 5230961

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	-- 1	Comps (not noted): Comp(s) indicated:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
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-79, Chapter III, Section a
	4	Comp(s) indicated:	Control String: Type 15 USPS-LR-J-79, Chapter III, Section a
Other	5	Comp(s) indicated:	Control String: Type 7 USPS-LR-J-79, Chapter III, Section a
	6	Comp(s) indicated:	Control String: Type 15 USPS-LR-J-79, Chapter III, Section a

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
15. BUILDING OCCUPANCY COSTS
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02170000

		FY02GP	COST	MAIL	NONVOLUME	ADDITIONAL	COST	OTHER	FY03AP
		COSTS	LEVEL	VOLUME	WORKLOAD	WORKDAY	REDUCTIONS	PROGRAMS	
				EFFECT	EFFECT	EFFECT			
RENTS		0500	896291	23526		6986			926803
FUEL	AND	0172	868381	6635		4872	-40000		839888
TOTAL	UTILITIES	0265	1764672	30161		11858	-40000		1766691
*RENTS									
IMPUTED	RENTS	0165	894541	23526		6986			925053
ROD SPECIFIC	IMPUTED	0234	1750						1750
RENTS	ADJUSTMENT	0722							
ADJUSTED	RENTS	0500	896291	23526		6986			926803
*FUEL UTILITIES AND OTHER									
FUEL		0166	94456	-1000		818			94274
UTILITIES		0167	458269	5087		4054			467410
COMMUNI-	CATIONS	0168	117079	925			-40000		78004
BUILDING	PROJECTS	0169	191233	1511					192744
MOVING	EXPENSE	0170	7340	112					7452
REIMBURSE-	MENTS	0171	4						4
TOTAL		0172	868381	6635		4872	-40000		839888

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	-- 1	Comps (not noted): Comp(s) indicated:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
Volume	--	None	
Nonvol	-- 4	Comps (not noted): Comp(s) indicated:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter III, Section a
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-79, Chapter III, Section a

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
16. SUPPLIES AND SERVICES
(\$ 000)

FY03AP

02170000

		FY02GP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER	FY03AP*
		COSTS	LEVEL	VOLUME	WORKLOAD	WORKDAY	COST	PROGRAMS
				EFFECT	EFFECT	EFFECT	REDUCTIONS	

SUPPLY	PERSONNEL AND EQUIPMENT	0178	1499239	3419			-147388	1355270
PRINTING & REPRODUCTION		0183	264882	5192	-6398			263676
POSTAL SUPPLIES & SERVICE		0188	1560303	2672	-1318		21000	1582657
REIMBURSE-MENTS		0189	-7943	-15				-7958
ADVERTISING		0246	150000				25000	175000
TOTAL		0266	3466481	11268	-7716		-101388	3368645
SUPPLY PERSONNEL AND EQUIPMENT								
SUPPLY CENTER PERSONNEL		0173	16470	602				17072
ADP SUPPLIES & SERVICES		0174	1022835	1943			-147388	877390
REPAIR EQ. SUPP & SVCS		0175	332797	632				333429
CUSTODIAL SUPPLIES & SERVICES		0176	127137	242				127379
TOTAL		0178	1499239	3419			-147388	1355270
PRINTING AND REPRODUCTION								
PRINTING AND REPRODUCTION		0179	52586	1110				53696
STAMPS & DISPENSERS		0180	180846	3814	-6225			178435
MONEY ORDERS		0181	1862	39	-9			1892
IMPED CARDS & BOSSSED STAMPED ENVELOPES		0248	10807	229	-164			10872
INVENTORY ADJUSTMENT		0182	18781					18781
TOTAL		0183	264882	5192	-6398			263676
POSTAL SUPPLIES AND SERVICES								
OPERATING EQUIPMENT		0184	364072	693	-1318			363447
SC. ATTRIB. PMPC/INTL/DC SUPP & SVCS		0187	141199				21000	162199
PREHENSIVE TRACKING AND TRACING		0196						7
MOTE ENCODE SUPPLIES & SERVICES		01426	7					1043104
SC. POSTAL SUPPLIES & SERVICES		0177	1041125	1979				13900
HER POSTAL SUPPLIES & SERVICES		0197	13900					
POSTAL SUPPLIES AND SERVICES								
TOTAL		0188	1560303	2672	-1318		21000	1582657
REIMBURSE-MENTS		0189	-7943	-15				-7958
ADVERTISING		0246	150000				25000	175000

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	All subcomponents:	USPS-LR-J-79, Chapter III, Section a
	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-79, Chapter III, Section a

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DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
17. RESEARCH AND DEVELOPMENT
(\$ 000)

FY03AP

02170000

* FY02GP COST MAIL NONVOLUME ADDITIONAL OTHER FY03AP*
* COSTS LEVEL VOLUME WORKLOAD WORKDAY COST PROGRAMS *
* EFFECT EFFECT EFFECT REDUCTIONS *

RESEARCH & DEVELOPMENT
RESEARCH & DEVELOPMENT
TOTAL

CONTRACTS 0190 46050
0267 46050

1388 47438
1388 47438

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	--	None	
Volume	--	None	
Nonvol	--	None	
AWE	--	None	
C-Reduc	--	None	
Other	5	Comp(s) indicated:	Control String: Type 7 USPS-LR-J-79, Chapter III, Section a

DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
18. ADMINISTRATION AND AREA OPERATIONS
(\$ 000)

03AP

02170000

* FY02GP COST MAIL NONVOLUME ADDITIONAL OTHER FY03AP*
* COSTS LEVEL VOLUME WORKLOAD WORKDAY COST PROGRAMS *
* EFFECT EFFECT EFFECT REDUCTIONS *

PERSONNEL COSTS	0198	1313396	36131			-49663	1299864
PERSONNEL COSTS	0209	4558319				423777	4982096
SUPPORT	0214	423439	706				424145
TOTAL	0268	6295154	36837			374114	6706105
PERSONNEL COSTS							
& FIELD SERVICE UNITS	0191	707925	19220			-39726	687419
MONEY ORDER DIVISION	16 0192	2343	84				2427
AREA ADMINISTR- ATION	0193	153329	4281			-9937	147673
USPS SECURITY FORCE	0194	95743	3532				99275
SPEC SVC FIELD SUPPORT	0195	354056	9014				363070
TOTAL	0198	1313396	36131			-49663	1299864
PERSONNEL COSTS							
REPRICED ANNUAL LEAVE	10 0199	79072				9365	88437
HOLIDAY LEAVE VARIANCE	10 0200	3600				300	3900
RETIREMENT FUND DEFICIT CURRENT	10 0201	71293				669	71962
RETIREMENT FUND DEFICIT PRIOR	10 0202	1335620				42272	1377892
RETIREMENT TOTAL	12 0203	1406913				42941	1449854
RETIREMENT FUND DEFICIT CURRENT	0064						
RETIREMENT FUND DEFICIT PRIOR	0065						
RETIREMENT TOTAL	0055						
RETIREE HEALTH BENEFITS	0208	1047413				162645	1210058
ANNUITY LIFE INSURANCE	0071	7400				300	7700
ANNUITY COLA/ PRINCIPAL	1435	909529				43163	952692
WORKER COMP CURRENT LIABILITY	0204	819031				-88566	730465
WORKER COMP PRIOR YEAR	0205	207161				252229	459390
WORKER COMP TOTAL	18 0206	1026192				163663	1189855
WORKER COMP HEALTH BENEFITS	0895	7200				700	7900
WORKER COMP P O DEPT LIABILITY	0541	8400				-1900	6500
EMPLOYMENT COMPENSATION	0241	62600				2600	65200
TOTAL	12 0209	4558319				423777	4982096
SUPPORT							
SUPPLIES AND SERVICES	12 0210	304132	578				304710
MISC SUPPORT COST	12 0211	109019					109019
INSPECTION EXPENSES & PLOYEE LOSSES	12 0212	1812	43				1855
ANNUITY PROTECTION PROGRAM	12 0207	4600					4600
REIMBURSE- MENTS	12 0213	-4028	-97				-4125
COMMISSIONS ON NON-US MONEY ORDERS	12 0244	218	5				223
INDIVIDUAL AWARDS	12 1429	7390	177				7567
SCCELLANEOUS PERSONAL COMPENSATION	1430	296					296
TOTAL	0214	423439	706				424145

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	All subcomponents:	USPS-LR-J-79, Chapter III, Section a
	6	Comp(s) indicated:	USPS-LR-J-79, Chapter III, Section a
	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, 680, 801, 47, 610, 683, 51, 684, 639, 685
	15	No Volume effect	
Nonvol	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-79, Chapter III, Section a

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

FY03AP

02170000

* FY02GP COST MAIL NONVOLUME ADDITIONAL OTHER FY03AP*
* COSTS LEVEL VOLUME WORKLOAD WORKDAY COST PROGRAMS *
* EFFECT EFFECT EFFECT REDUCTIONS *

PERSONNEL								
INTENANCE	TECH SUPPORT	CENTER	0219	4772	132			4904
SUPPLIES	AND	SERVICES	0220	16976	407			17383
TOTAL			0269	21748	539			22287

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	-- 1	Comps (not noted): Comp(s) indicated:	Control String: Type 1 or 2 USPS-LR-J-79, Chapter 1, Appendice
Volume	--	None	
Nonvol	--	None	
AWE	--	None	
C-Reduc	--	None	
Other	2	Comp(s) indicated:	Control String: Type 7 USPS-LR-J-79, Chapter III, Section a

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

FY03AP

02170000

				FY02GP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER	FY03AP*
				COSTS	LEVEL	VOLUME	WORKLOAD	WORKDAY	COST	PROGRAMS
						EFFECT	EFFECT	EFFECT	REDUCTIONS	
VEHICLE	DEPRECIATION		0231	201346					17417	218763
EQUIPMENT	DEPRECIATION		0235	1422620					145685	1568305
BUILDING	& LEASEHOLD	DEPRECIATION	0238	751895					31229	783124
TOTAL	DEPRECIATION		0078	2375861					194331	2570192
INTEREST	EXPENSE		0217	2039492					92324	2131816
DEMUNITIES	INSURANCE	WRITEOFFS	0243	139043	3338	2587				144968
OTHER	OPERATING	EXPENSES	0250	-23068					-3982	-27050
TOTAL			0270	4531328	3338	2587			282673	4819926
CITY DELIVERY VEHICLE DEPRECIATION										
CITDEL	STREET	OTHER LOAD	0223	3813						3813
CITDEL	STREET	SCS ACCESS	0691	12211						12211
CITY DELIVERY VEHICLE DEPRECIATION										
CITDEL	OFFICE		0221							
CITDEL	STREET	ELEMENTAL LOAD	0222	5983						5983
CITDEL	STREET	ACCESS	0224	51903						51903
CITDEL	STREET	ROUTE	0225	61363						61363
CITDEL	TOTAL		0226	135273						135273
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
TOTAL	ALL	VEHICLES	3.8 0231	201346					17417	218763
EQUIPMENT DEPRECIATION										
EQUIPMENT	DEPRECIATION		0232	1416480					145685	1562165
OD SPECIFIC	EQUIPMENT	DEPRECIATION	0233	6140						6140
TOTAL			3 0235	1422620					145685	1568305
BUILDING AND LEASEHOLD DEPRECIATION										
IMPUTED	DEPRECIATION	--BUILDING	0236	565575					23490	589065
IMPUTED	DEPRECIATION	--LEASEHOLD	0237	186320					7739	194059
OD SPECIFIC	IMPUTED DEPRCN	--LEASEHOLD	0247							
BUILDING	& LEASEHOLD	ADJUSTMENT	0730							
BUILDING	& LEASEHOLD	TOTAL	3.8 0238	751895					31229	783124
INTEREST EXPENSE										
PUTED INTER.	LAND/BUILDING VEH & EQUIP		0587	346838					69000	415838
INTEREST	ADJUSTMENT		0729							
PUTED INTER.	SPECIAL	ASSESSMENTS	0899							
ETIREMENT	INTEREST		9 1436	1645632					23324	1668956
UITANT COLA/EAETH BENEFITS	INTEREST		0896							
OTHER	INTEREST		9 1437	47022						47022
TOTAL	INTEREST		3 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										

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

02170000

		FY02GP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER		FY03AP*
		COSTS	LEVEL	VOLUME	WORKLOAD	WORKDAY	COST	PROGRAMS	*
				EFFECT	EFFECT	EFFECT	REDUCTIONS	*	

OTHER REIMBURSE- TOTAL	EXPENSES	9	0245	-21684				-3982	-25666
	MENTS &		0249	-1384					-1384
	MISC	3	0250	-23068				-3982	-27050

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Base Year 2000 PRC Version, USPS-LR-J-74
C-Level	--	Comps (not noted):	Control String: Type 1 or 2
	1	Not Used	
	2	Comp(s) indicated:	USPS-LR-J-79, Chapter III, Section a
	3	Comp(s) indicated:	No Cost Level effect
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-79, Chapter III, Section a
	9	Comp(s) indicated:	Control String: Type 7 USPS-LR-J-79, Chapter III, Section a

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DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
3. CLERKS AND MAILHANDLERS--CAG & J
(\$ 000)

03500013

		FY03AP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER	FY03APM	*
			LEVEL	VOLUME	WORKLOAD	WORKDAY	EMPLOYEE PROGRAMS		*
				EFFECT	EFFECT	EFFECT	MIX ADJ.		*

* MAIL PROCESSING & WINDOW SERVICE									
ADMIN	SUPPORT	0021	2461570				-3904	2457666	
EXPEDITED	DELIVERY	0059	54514				-87	54427	
TOTAL		0253	19722202				-31281	19690921	
*MAIL PROCESSING & WINDOW SERVICES									
ROD-SPECIFIC STAMPED CARDS		0801							
*MAIL PROCESSING & WINDOW SERVICES									
MAIL	PROCESSING	0035	14730188				-23361	14706827	
WINDOW	SERVICES	0040	2475930				-3929	2472001	
TOTAL		0039	17206118				-27290	17178828	
*ADMINISTRATIVE SUPPORT & MISC									
CLAIMS	AND	0066	40470				-64	40406	
DATA	COLLECTION	0421	133303				-212	133091	
EN'L OFFICE	AND	0422	1335588				-2119	1333469	
QUALITY	CONTROL	0423	39437				-63	39374	
TRAINING	SCHEMES	0467	7592				-12	7580	
TRAINING	MAIL PROC	0468	36264				-56	36208	
TRAINING	MAIL PROC	0469	1101				-1	1100	
TRAINING	OTHER	0470	149081				-238	148843	
TRAINING	REGISTRY	0471							
OTHER		0041	423263				-671	422592	
PRODUCT	SPECIFIC	0227	12189				-19	12170	
TIME	AND	0228	283282				-449	282833	
TOTAL		0021	2461570				-3904	2457666	
*EXPEDITED DELIVERY									
TOTAL		0059	54514				-87	54427	

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

<u>TYPE</u>	<u>FNQTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input Workyear Mix Adj	-- 1	All input costs: Comp(s) indicated:	Unadjusted Fiscal Year Costs (USPS-LR-J-75 Volume) Control String: Type 8 USPS-LR-J-79, Chapter 10, Section e

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DEVELOPMENT OF COSTS BY SEGMENTS AND COMPONENTS
6. CITY DELIVERY CARRIERS--OFFICE
(\$ 000)

03500013

*		FY03AP	COST	MAIL	NONVOLUME	ADDITIONAL	OTHER
*			LEVEL	VOLUME	WORKLOAD	WORKDAY	EMPLOYEE PROGRAMS
*				EFFECT	EFFECT	EFFECT	MIX ADJ.

*CITY DELIVERY CARRIERS--OFFICE							
DIRECT	LABOR	0043	3942645			-10715	3931930
IN-OFFICE	SUPPORT	0044	7411153			-2012	739141
CAG K		0045	261				261
TOTAL		0256	4684059			-12727	4671332

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

<u>TYPE</u>	<u>ENOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Unadjusted Fiscal Year Costs (USPS-LR-J-75 Volume)
Workyear Mix Adj	1	Comp(s) indicated:	Control String: Type 8 USPS-LR-J-79, Chapter 10, Section e

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

FY0ABPM

03500013

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*****
*              FY03AP  COST      MAIL  NONVOLUME  ADDITIONAL  OTHER  FY03APM *
*              LEVEL      VOLUME  WORKLOAD  WORKDAY  EMPLOYEE  PROGRAMS
*              EFFECT      EFFECT  EFFECT    EFFECT    MIX ADJ.
*****
*CITY DELIVERY CARRIERS--STREET
OTHER          LOAD          0047   793228                      793228
STREET         SCS ACCESS    0683   519203                      519203
STREET         SCS  LOAD     0610   158828                      158828
OTHER          OTHER LOAD    0051   131408                      131408
OTHER          SCS ACCESS    0639    86009                      86009
OTHER          SCS  LOAD     0684    26306                      26306
*CITY DELIVERY CARRIERS--STREET
ELEMENTAL      LOAD          0046  1585045                      1580734
ACCESS                     0048  2370060                      2363618
OTHER          OFFICE        0049   719530                      717574
OTHER          ELEMENTAL LOAD 0050   261719                      261006
*CITY DELIVERY CARRIERS--STREET
OTHER          ACCESS        0052   425095                      423941
OTHER          ROUTE         0053   531464                      530019
ROUTE                     0054   3020612                     3012403
TOTAL                     0257  10628507                     -24230  10604277

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

<u>TYPE</u>	<u>FNOTE</u>	<u>COMPONENTS</u>	<u>REFERENCE SOURCE</u>
Input	--	All input costs:	Unadjusted Fiscal Year Costs (USPS-LR-J-75 Volume)
Workyear Mix Adj	1	Comp(s) indicated:	Control String: Type 8 USPS-LR-J-79, Chapter 10, Section e