

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

RECEIVED  
DEC 18 4 26 PM '01  
POSTAL RATE COMMISSION  
OFFICE OF THE SECRETARY

POSTAL RATE AND FEE CHANGES, 2001

Docket No. R2001-1

NOTICE OF UNITED STATES POSTAL SERVICE OF FILING OF  
THIRD ERRATA TO LIBRARY REFERENCE J-64  
(December 18, 2001)

The United States Postal Service hereby provides notice that it is today filing its third errata to LR-J-64. The prior two errata were filed on November 8, 2001, and November 27, 2001. The instant errata are being filed in response to CSA/USPS-T25-1. In that interrogatory it was pointed out that the wrong conversion factor was used for "sacks in OTRs" in the origin BMC modeled costs in LR-J-64, Attachment H, page 8. (Since the same error also occurs in LR-J-86, Attachment H, page 8, errata also are being filed for that library reference). Corrected pages 1, 2, and 8 of Attachment H are attached, and should be substituted for pages 1, 2, and 8 of Attachment H in the November 27, 2001 version of LR-J-64.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Daniel J. Foucheaux, Jr.  
Chief Counsel, Ratemaking

  
Brian M. Reimer

Attorney

475 L'Enfant Plaza West, S.W.  
Washington, D.C. 20260-1137  
(202) 268-3037 Fax -5402  
December 18, 2001

## SUMMARY OF BPRS COSTS

	Unit Costs	
Collection	\$0.035	1/
Mail Processing		2/
Transportation	\$0.469	3/
Delivery	\$0.049	4/
Postage Due	\$0.051	5/
Total Cost		6/

### Sources

- Row 1/: Attachment H, page 9.
- Row 2/: Attachment H, page 2.
- Row 3/: Attachment H, page 10.
- Row 4/: Attachment H, page 12.
- Row 5/: Attachment H, page 13.
- Row 6/: Sum of rows (1-5).

### BPRS MAIL PROCESSING COST SUMMARY

<b>Weighted Avg Model Cost</b>	<b>1/</b>	
<b>Media Mail Avg Modeled Cost</b>	<b>2/</b>	<b>\$0.553</b>
<b>Percent of costs</b>	<b>3/</b>	
<b>Media Mail Proportational adj. Factor</b>	<b>4/</b>	<b>1.108</b>
<b>Media Mail Fixed CRA adj. factor</b>	<b>5/</b>	<b>0.188</b>
<b>Adjusted Fixed CRA adj. Factor</b>	<b>6/</b>	
<b>Estimated Cost</b>	<b>7/</b>	

#### Sources

- Row 1/: Weighted Estimated Mail Processing Costs from pages 6 and 7 of this attachment.  
Row 2/: Attachment G, page 1, row 1.  
Row 3/: Row (1) / row (2).  
Row 4/: Proportional CRA adjustment factor from Media mail from Attachment G, page 1, row 3.  
Row 5/: Fixed CRA adjustment factor from Media Mail from Attachment G, page 1, row 4.  
Row 6/: Row (3) \* row (5).  
Row 7/: Row (1) \* row (4) + row (6).

**Machinable Inter-BMC Model Cost Summary**

	[1] # handlings	[2] units/hr	[3] conversion	[4] piggyback	[5] \$ per oper.	[6] \$ per facility
<b>Origin SCF</b>						
Unload Containers <sup>1</sup>	1.0000				0.0068	
Bedload Sacks	0.0560	181.8	36.4	1.66	0.0076	0.0004
Load Sacks in OTRs	0.1161	10.4	581.6	1.66	0.0084	0.0010
Load Loose in OTRs	0.5149	10.4	552.1	1.66	0.0088	0.0045
Load OWCs	0.2960	10.4	234.6	1.66	0.0207	0.0061
Load Pallets	0.0070	13.3	539.7	1.66	0.0070	0.0000
Load Pallet Boxes	0.0100	13.3	657.6	1.66	0.0057	0.0001
<b>Origin BMC</b>						
Unload Bedload Sack	0.0560	186.2	36.4	1.78	0.0080	0.0004
Unload Sacks in OTR	0.1161	20.7		1.78		
Unload loose in OTR	0.5149	20.7	552.1	1.78	0.0047	0.0024
Unload Other Wheeled Cont.	0.2960	20.7	234.6	1.78	0.0112	0.0033
Unload Pallet	0.0070	12.2	539.7	1.78	0.0082	0.0001
Unload Pallet Boxes	0.0100	12.2	657.6	1.78	0.0068	0.0001
Dump OTR of sacks	0.1161	6.5		1.48		
Dump OTR of loose	0.5149	6.5	552.1	1.48	0.0126	0.0065
Dump Other Wheeled Cont.	0.2960	6.5	234.6	1.48	0.0298	0.0088
Dump Pallet	0.0070	6.5	539.7	1.48	0.0129	0.0001
Dump Pallet Boxes	0.0100	6.5	657.6	1.48	0.0106	0.0001
Sack Sorter	0.1721	420.0	36.4	2.08	0.0041	0.0007
Sack shakeout	0.1721	72.3	36.4	1.48	0.0172	0.0030
Primary PSM	1.0000	813.0	1.0	2.14	0.0801	0.0801
Sweep Runouts P.Pak	1.0000	5.4	657.6	1.48	0.0127	0.0127
Load Postal Pak	1.0000	13.3	657.6	1.78	0.0062	0.0062
<b>Destination BMC</b>						<b>0.2821</b>
Unload Postal Pak	1.0000	12.2	657.6	1.78	0.0068	0.0068
Dump Postal Pak	1.0000	6.5	657.6	1.48	0.0106	0.0106
Primary PSM	0.8335	813.0	1.0	2.14	0.0801	0.0668
Secondary PSM	0.9451			0.08	0.0634	0.0599
Sweep Runouts	0.7327	5.4	552.1	1.48	0.0151	0.0110
Sack and Tie	0.2673	125.4	1.0	1.48	0.3597	0.0962
Bedload Sacks	0.2384	181.8	36.4	1.78	0.0082	0.0020
Load OTRs w/ sacks	0.0289	10.4	581.6	1.78	0.0090	0.0003
Load OTRs w/ loose	0.6025	10.4	552.1	1.78	0.0095	0.0057
Load Hampers/OWC	0.1302	10.4	234.6	1.78	0.0223	0.0029
<b>Destination SCF</b>						<b>0.0213</b>
Unload Bedload Sacks	0.1593	153.5	36.4	1.66	0.0090	0.0014
Unload Sacks in OTR	0.0193	20.7	581.6	1.66	0.0042	0.0001
Unload loose in OTR	0.4026	20.7	552.1	1.66	0.0044	0.0018
Unload OWC	0.0870	20.7	234.6	1.66	0.0103	0.0009
Crossdock Bedload Sacks	0.1593	7.0	517.0	1.66	0.0139	0.0022
Crossdock Sacks in OTR	0.0193	7.0	581.6	1.66	0.0124	0.0002
Crossdock loose in OTR	0.4026	7.0	552.1	1.66	0.0130	0.0052
Crossdock OWC	0.0870	7.0	234.6	1.66	0.0306	0.0027
Bedload Sacks	0.1786	181.8	36.4	1.66	0.0076	0.0014
Load OTRs w/ loose	0.4026	10.4	552.1	1.66	0.0088	0.0035
Load Hampers/OWC	0.0870	10.4	234.6	1.66	0.0207	0.0018
<b>Destination Delivery Unit</b>						<b>0.0065</b>
Unload Bedload Sacks	0.1707	153.5	36.4	1.66	0.0090	0.0015
Unload loose in OTR	0.3849	20.7	552.1	1.66	0.0044	0.0017
Unload OWC	0.0832	20.7	234.6	1.66	0.0103	0.0009
Dump Sacks	0.1707	99.4	36.4	1.66	0.0139	0.0024

<b>Model Cost</b>	
<b>Model Weight<sup>2</sup></b>	<b>95.2%</b>
<b>Wtd Modeled Cost</b>	

**Sources**

Column [1]: Page 3 of this attachment, mailflow arrival and dispatch profile.

Column [2]: Page 3 of this attachment, units per workhours.

Column [3]: Page 5 of this attachment, conversion factors.

Column [4]: Page 3 of this attachment, piggyback factors.

Column [5]: = (Wage rate \* column [4]) / (column [2] \* column [3]).


Column [6]: = Column [1] \* column [5].

<sup>1</sup> Unload containers cost at origin SCF uses the average cost of unloading containers at origin BMC as proxy.

<sup>2</sup> =(20/21) Assumption.

## 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.

  
\_\_\_\_\_  
Brian M. Reimer

475 L'Enfant Plaza West, S.W.  
Washington, D.C. 20260-1137  
(202) 268-3037 Fax -5402  
December 18, 2001