

Before The
POSTAL RATE COMMISSION
WASHINGTON, D.C. 20268-0001

EXPERIMENTAL RATE AND SERVICE CHANGES
TO IMPLEMENT NEGOTIATED SERVICE AGREEMENT
WITH CAPITAL ONE SERVICES, INC.

Docket No. MC2002-2

REVISED RESPONSE OF UNITED STATES POSTAL SERVICE
WITNESS BIZZOTTO TO INTERROGATORY OF THE
NEWSPAPER ASSOCIATION OF AMERICA
(NAA/USPS-T1-10 *ERRATUM*)

The United States Postal Service hereby provides the revised response of witness Bizzotto to the following interrogatory of the Newspaper Association of America: NAA/USPS-T1-10, filed on November 15, 2002. A response to this interrogatory was filed on November 25, 2002; this revised response simply corrects the citation to, and valuation of, presorted First-Class Mail cost coverage (PRC methodology).

The interrogatory is stated verbatim and is followed by the response.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

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December 2, 2002

RESPONSE OF UNITED STATES POSTAL SERVICE WITNESS BIZZOTTO
TO INTERROGATORY OF NEWSPAPER ASSOCIATION OF AMERICA
ERRATUM

NAA/USPS-T1-10. Does Capital One currently receive a substantial implicit subsidy from its dramatically above-average usage of the forwarding and return services of the Postal Service? Please explain any negative answer.

RESPONSE:

No. With the high implicit cost coverage for presorted First-Class Mail, it is extremely unlikely that the rates paid by Capital One or any other customer mailing presorted First-Class Mail do not cover the cost of providing mail services. See Docket No. R2001-1, PRC Library Reference 1, Workpaper "All_r01", Worksheet "Rev" at 8 (Cell AQ13) presorted First-Class Mail cost coverage of 265.91 percent (PRC methodology).

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.

Kenneth N. Hollies

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