

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

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POSTAL RATE COMMISSION
OFFICE OF THE SECRETARY
Docket No. R97-1

POSTAL RATE AND FEE CHANGES, 1997

NOTICE OF UNITED STATES POSTAL SERVICE OF FILING OF ERRATA TO
EXHIBITS OF WITNESS O'HARA (USPS-T-30)
(September 19, 1997)

The United States Postal Service hereby provides notice that it is today filing errata to the exhibits of witness O'Hara (USPS-T-30). The revisions to witness O'Hara's exhibits USPS-30A, USPS-30B and USPS-30F incorporate changes resulting from corrections to Test Year Domestic Air costs set out in witness Patelunas's second revised response to UPS/USPS-T33-36, filed today. The changes on the exhibits are shaded.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

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September 19, 1997

SUMMARY OF ESTIMATED FISCAL YEAR 1998 AFTER RATES FINANCES
(Dollars in Thousands)

Exhibit USPS-30B
Revised 9-19-97

Line No	Description	Volume Variable	Revenues	Percent of	Contribution
		Costs		Costs	To Other Costs
		(1)	(2)	(Col 2/Col 1)	(Col 2 - Col 1)
1	First-Class Mail				
2	Single-piece Letters	12,758,664	22,148,759	173.60%	9,390,095
3	Worksharing Letters	4,047,084	11,466,010	283.32%	7,418,926
4	Total Letters	16,805,749	33,614,769	200.02%	16,809,020
5	Single-piece Cards	432,261	661,012	152.92%	228,751
6	Worksharing Postcards	160,123	427,967	267.27%	267,843
7	Total Cards	592,384	1,088,979	183.83%	496,594
8	Total	17,398,133	34,703,748	199.47%	17,305,615
9	Priority Mail	2,266,217	4,352,693	192.07%	2,086,476
10	Express Mail	410,564	841,217	204.89%	430,652
11	Mailgrams	508	4,676	920.49%	4,168
12	Periodicals				
13	In County	81,360	83,665	102.83%	2,305
14	Outside County				
15	Nonprofit	331,471	342,631	103.37%	11,160
16	Classroom	12,755	10,540	82.63%	(2,215)
17	Regular-Rate	1,577,889	1,688,945	107.04%	111,057
18	Total	2,003,474	2,125,781	106.10%	122,307
19	Standard Mail A				
20	Single Piece	(298)	0	0.00%	298
21	Commercial Regular	5,191,674	8,022,045	154.52%	2,830,371
22	Commercial Enhanced Carrier Route	1,885,248	4,304,004	228.30%	2,418,756
23	Total Commercial	7,076,922	12,326,049	174.17%	5,249,127
24	Nonprofit	1,107,105	1,351,433	122.07%	244,328
25	Nonprofit Enhanced Carrier Route	125,121	201,408	160.97%	76,287
26	Total Nonprofit	1,232,226	1,552,841	126.02%	320,615
27	Total Standard Mail A	8,308,850	13,878,890	167.04%	5,570,040
28	Standard Mail B				
29	Parcel Post	753,327	782,916	103.93%	29,589
30	Bound Printed Matter	346,013	524,608	151.61%	178,595
31	Special Rate	256,860	352,330	137.17%	95,470
32	Library Rate	49,085	52,427	106.81%	3,342
33	Total	1,405,285	1,712,281	121.85%	306,995
34	Free-for-the-Blind, etc	31,757	0	0.00%	(31,757)
35	International Mail	1,206,030	1,643,844	136.30%	437,814
36	Special Services				
37	Registry	76,778	122,606	159.69%	45,828
38	Certified	326,044	448,962	137.70%	122,918
39	Insurance	48,002	74,453	155.10%	26,451
40	COD	16,988	18,024	106.10%	1,036
41	Money Orders	147,365	237,240	160.99%	89,875
42	Stamped Envelopes	12,308	16,008	130.07%	3,701
42a	Stamped Cards	4,585	11,660	254.29%	7,075
42b	Delivery Confirmation	22,139	23,563	106.43%	1,424
42c	BPRS	5,410	8,370	154.71%	2,960
42d	Packaging Service	28,098	34,705	123.52%	6,607
43	Special Handling	1,283			(1,283)
44	Post Office Boxes	595,654	683,362	114.69%	87,508
45	Other		370,652		370,652
46	Total	1,284,854	2,049,606	159.52%	764,752
47	Other Costs	170,322			(170,322)
48	Other Income		217,242		217,242
49	Volume-Variable Costs and Revenues	34,485,995	61,529,977	178.42%	27,043,982
50	Total Other Costs	26,683,278			(26,683,278)
51	Prior Years Loss Recovery	446,933			(446,933)
52	Continuing Appropriations		67,498		67,498
53	Investment Income		54,371		54,371
54	GRAND TOTAL	61,616,205	61,651,846	100.06%	35,641

Sources: Volume Variable Costs, Exhibit USPS-30F, column (3) lines 1.01 (adds 1% contingency);
line 50; col.7, p2 of Attachment 1 to Response to UPS/USPS-T33-36 (revised 9/19/97).

Revenue: WP II, pp. 2-3

**Test-Year After-Rates Cost Adjustments
 (\$000's, before contingency)**

Line No.	Classification	CRA Roll Forward Costs (1)	Stamped Card Manu. Cost (2)	Delivery Confirmation Costs (3)	CRA Roll Forward+ Del Conf.+Stp. Cds (Cols. 1 + 2 + 3) (4)	Adjustments by Pricing Witnesses (5)	Total Cost (Col. 4 + Col. 5) (6)
<i>First Class Mail</i>							
1	Single Letters & Parcels	12,466,968		7,584	12,474,552	157,789	12,632,341
2	Worksharing Letters	4,002,534		4,480	4,007,014	0	4,007,014
3	Total Letters	16,469,502		12,064	16,481,566	157,789	16,639,355
4	Single Cards	432,141	-4,540	380	427,981	0	427,981
5	Worksharing Cards	158,372		166	158,538	0	158,538
6	Total Cards	590,513	-4,540	546	586,519	0	586,519
7	Total First Class Mail	17,060,015	-4,540	12,610	17,068,085	157,789	17,225,874
8	Priority Mail	2,138,518		421	2,138,939	104,840	2,243,779
9	Express Mail	410,906		91	410,997	-4,498	406,499
10	Mailables	502		1	503	0	503
<i>Periodicals</i>							
11	In County	80,424		130	80,554	0	80,554
12	Nonprofit	327,861		328	328,189	0	328,189
13	Classroom	12,619		10	12,629	0	12,629
14	Regular Rate	1,561,106		1,160	1,562,266	0	1,562,266
15	Total Periodicals	1,982,010		1,628	1,983,638	0	1,983,638
<i>Standard Mail A</i>							
16	Single Piece	221,691		94	221,785	-222,080	-295
17	Commercial Regular	5,360,184		3,893	5,364,077	-223,806	5,140,271
18	Commercial Enhanced CR	1,894,839		3,410	1,898,249	-31,667	1,866,582
19	Commercial Total	7,255,023		7,303	7,262,326	-255,473	7,006,853
20	Nonprofit	1,120,767		915	1,121,682	-25,538	1,096,144
21	Nonprofit Enhanced CR	128,014		212	128,226	-4,344	123,882
22	Nonprofit Total	1,248,781		1,127	1,249,908	-29,882	1,220,026
23	Total Standard Mail A	8,725,495		8,524	8,734,019	-507,435	8,226,584
<i>Standard Mail B</i>							
24	Parcel Post	731,136		184	731,320	14,548	745,868
25	Bound Printed Matter	328,929		215	329,144	13,443	342,587
26	Special	254,900		115	255,015	-698	254,317
27	Library	48,569		20	48,589	10	48,599
28	Total Standard Mail B	1,363,534		534	1,364,068	27,303	1,391,371

Line No	Classification	CRA Roll Forward Costs (1)	Stamped Card Manu. Cost (2)	Delivery Confirmation Costs (3)	CRA Roll Forward+ Del. Conf.+Stp. Cds (Cols. 1 + 2 + 3) (4)	Adjustments by Pricing Witnesses (5)	Total Cost (Col. 4 + Col 5) (6)
1	Free for the Blind, etc	31,429		14	31,443		31,443
2	International Mail	1,193,999		90	1,194,089		1,194,089
	Special Services						
3	Registry	75,985		33	76,018	0	76,018
4	Certified	326,161		516	326,677	-3,862	322,815
5	Insurance	41,205		19	41,224	6,303	47,527
6	COD	16,797		23	16,820	0	16,820
7	Money Orders	145,902		4	145,906	0	145,906
8	Stamped Envelopes	12,186		0	12,186		12,186
8a	Stamped Cards		4,540		4,540		4,540
8b	Delivery Confirmation					21,920	21,920
8c	BPRS					5,357	5,357
8d	Packaging Service					27,820	27,820
9	Special Handling	1,270		0	1,270		1,270
10	Post Office Box	589,953		1	589,954		589,954
11	Other *	155,139		28	155,167	13,469	168,636
12	Total Special Services	1,364,598	4,540	624	1,369,762	71,007	1,440,769
13	TOTAL	34,271,006	0	24,537	34,295,543	-150,993	34,144,550

*In this Exhibit as originally filed, the entry at what is now page 2, line 11, column 5, was 56,144 and was for the items now shown individually on lines 8b, 8c, and 8d (with corrected entries, their total is now 55,097) The current entry in this location is for costs resulting from growth in Return Receipt and Restricted Delivery volumes between the base-year and the test-year; see source below.

Sources: (1) CRA Roll Forward Costs: p.1 & p.2, lines 1-2; Attachment 1, p 2, col. 4 of Resp. to UPS/USPS-T33-36 (rev.9/19/97) remainder of p.2. Exhibit USPS-15I, column 1

(2) Stamped Card Manufacturing Cost Exhibit USPS-15H, p 49


(3) Delivery Confirmation Costs: USPS-T-22, Worksheet C-2

(5) Adjustments by Pricing Witnesses. p.2, line 11: USPS-T-40, WP 14; all others my WP III

DECLARATION


I, Donald J. O'Hara, hereby declare, under penalty of perjury, that the foregoing Docket No. R97-1 interrogatory responses are true to the best of my knowledge, information, and belief.

9-19-97
Date


Donald J. O'Hara

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.



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