

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

Postal Rate and Fee Changes, 2005)

Docket No. R2005-1

OFFICE OF THE CONSUMER ADVOCATE INTERROGATORIES
BASED ON ERRATA TO TESTIMONY FILED JUNE 9, 2005
TO UNITED STATES POSTAL SERVICE
WITNESS WILLIAM P. TAYMAN, JR. (OCA/USPS-T6-45-46)
(June 16, 2005)

Pursuant to Rules 25 through 28 of the Rules of Practice of the Postal Rate Commission, the Office of the Consumer Advocate hereby submits interrogatories and requests for production of documents. Instructions included with OCA interrogatory OCA/USPS-T1-1, dated April 12, 2005, are hereby incorporated by reference.

Respectfully submitted,

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OCA/USPS-T6-45. The following interrogatory refers to the errata filed on June 9, 2005 to USPS Exhibit 6A styled as USPS Exhibits 6A-1 and 6A-2 to your testimony.

- a. Please confirm that the revised estimate of net income for FY 2005, from \$1,643.5 million to \$1,679.9 million, resulted in an increase in net income of \$36.4 million. If you are unable to confirm, please explain fully.
- b. Please confirm that the revised net loss estimate for FY 2006BR, from a loss of \$3,041.9 million to a loss of \$2,879.9 million, resulted in a reduction in FY 2006BR losses by \$162 million. If you are unable to confirm, please explain fully.
- c. Please confirm that the revised estimate of net income for FY 2006AR, from \$112.0 million to \$281.5 million, resulted in an increase in net income of \$169.5 million for FY 2006AR. If you are unable to confirm, please explain fully.
- d. Given the errata filed to your testimony, please explain what impact the improvement in the FY 2005 and FY 2006 estimates will have on the implementation of new rates.
- e. Please provide an updated copy of the CRA Cost Segment Summary Report for FY 2006AR that details the impact of your errata changes in Exhibit 6A-2 by segment and by classes and sub-classes of mail.
- f. Please explain in detail the underlying reasons for the changes filed with respect to increasing the FY 2006 BR investment income revenue

by \$145,856 million and reducing the FY 2006 BR interest expense by \$42,455 million.

- g. Please explain in detail the underlying reasons for the changes filed with respect to reducing the FY 2006 BR capitalized interest expense by \$18,025 million resulting from changes to interest on debt.

OCA/USPS-T6-46. Please provide a revised USPS Exhibit 6A reflecting these errata revisions. Please confirm that the test year, FY 2006BR, net deficiency shown on line 30 of a revised USPS Exhibit 6A is reduced from a revenue deficiency of \$3,041.9 million to a revenue deficiency of \$2,879.9 million.