

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

POSTAL RATE AND FEE CHANGES, 2006

Docket No. R2006-1

NOTICE OF THE UNITED STATES POSTAL SERVICE OF FILING
A REVISED LIBRARY REFERENCE USPS-LR-L-108 [ERRATA]
(June 8, 2006)

The United States Postal Service hereby files notice that today it is filing a revised Library Reference USPS-LR-L-108, *PRC Version of Periodicals Container Cost Analysis*, which estimates the test year mail processing cost difference between palletized and sacked Periodicals flat-shaped mail using inputs developed under the PRC cost methodology. In the course of responding to discovery requests, the Postal Service discovered that the productivity figures that were obtained from Docket No. R2000-1, and then adjusted with volume variability factors from USPS-LR-L-100, were themselves marginal productivity figures (i.e., they had been adjusted with volume variability factors in Docket No. R2000-1) rather than average productivity figures. As such, those productivities were incorrectly adjusted with volume variability factors twice.

The revised Library Reference being filed today corrects this problem by replacing the marginal productivity figures obtained from Docket No. R2000-1 with the proper average productivity figures. This affects the "Parameters" worksheet and the "Table 1" worksheet (which is also reproduced on page 6 of

USPS-LR-L-108) in LR-L-108.xls. The changes in the results on Table 1 are small.

The revised library reference replaces the original in its entirety. Copies are also on file with the Postal Service library.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

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CERTIFICATE OF SERVICE

I hereby certify that I have this date served the foregoing document in accordance with Section 12 of the Rules of Practice and Procedure.

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