DOCKET SECTION

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

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POSTAL RATE AND FEE CHANGES, 1997:

POSTAL RATE COMMISSION
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PARCEL SHIPPERS ASSOCIATION FOLLOW UP INTERROGATORY TO UNITED STATES POSTAL SERVICE

The Parcel Shippers Association (PSA) hereby submits this interrogatory to follow up to the responses supplied to PSA/USPS-T37-10 redirected to the Postal Service:

PSA/USPS-1: In the Postal Service's response to PSA/USPS-T37-10(b), the Postal Service stated that TYAR coverage for parcel post, after subtracting the PRC's adjusted Alaska non-pref air costs, could not be calculated because, among other things, ". . . the rate design would change, the resulting after rates volumes would change, the resulting costs would change and the resulting Final Adjustments would change."

- (a) Please explain why the the act of subtracting attributed costs would necessarily have any affect on the rates proposed by the Postal Service for parcel post in this proceeding.
- (b) Please supply the amount of intra-Alaska non-preferential air cost that, according to the Postal Rate Commission's "Alaska Adjustment" methodology, is not attributed to parcel post both TYBR and TYAR.
- (c) After subtracting the costs provided in response to 1(b) from witness Patelunas' TYBR costs for parcel post, please supply the resultant cost coverage for parcel post TYBR.

(d) After subtracting the costs provided in response to 1(b) above from witness Patelunas' TYAR costs for parcel post, please supply the cost coverage for parcel post that would result from an implementation of the parcel post rates proposed in this proceeding.

Respectfully submitted,

Timothy J. May, Esquire PATTON BOGGS, L.L.P.

2550 M Street, N.W.

Washington, D.C. 20037-1350

Tel. (202) 457-6050 Fax. (202) 457-6315

Counsel for Parcel Shippers Association

Dated: October 17, 1997

CERTIFICATE OF SERVICE

I hereby certify that I have this date served the foregoing document upon all participants of record in this proceeding in accordance with Section 12 of the Rules of Practice.

Timothy J. May

Dated: October 17, 1997