

DOCKET SECTION

BEFORE THE
POSTAL RATE COMMISSION
WASHINGTON, D.C. 20268-0000

RECEIVED

OCT 17 4 37 PM '97

POSTAL RATE COMMISSION
OFFICE OF THE SECRETARY

POSTAL RATE AND FEE CHANGES, 1997

Docket No. R97-1

NOTICE OF THE UNITED STATES POSTAL SERVICE
REGARDING REVISIONS TO THE TESTIMONY
OF WITNESS DEGEN (USPS-T-12) AND LR-H-146
(October 17, 1997)

In accordance with Presiding Officer's Ruling No. R97-1/27, the United States Postal Service hereby provides the attached revised pages of the testimony of witness Degen, as well as revised pages of LR-H-146. These changes are explained in the attached summary.

With the exception of the changes described in paragraphs 2.c. and 2.d of the attached summary (which are very minor in impact), the need for these revisions arise from the correction of errors or omissions which have already been acknowledged and discussed in testimony or interrogatory responses. A page is also attached comparing figures from the original and revised Table 5 of the testimony, which allows ready identification of the impact of the changes. Under separate heading, a notice of the filing of a revised diskette for LR-H-218 is also being filed today. The necessary changes in library reference H-218 relating to the changes in

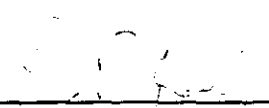
USPS-T-12 and LR-H-146 are also discussed in the attachment to this filing.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Daniel J. Foucheaux, Jr.
Chief Counsel, Ratemaking



Eric P. Koetting

475 L'Enfant Plaza West, S.W.
Washington, D.C. 20260-1137
(202) 268-2992; Fax -5402
October 17, 1997

ERRATA TO TESTIMONY OF WITNESS DEGEN (USPS-T-12),
LR-H-146 AND LR-H-218

Errata to USPS-T-12 testimony, LR-H-146 and LR-H-218 include:

1. Table 4 of USPS-T-12 testimony was revised to reflect the following variabilities in USPS-T-14 testimony:

<u>Cost Pool</u>	<u>old</u>	<u>updated</u>
6 - mecparc	90.2%	91.2%
8 - SPBS Prio	80.0	80.2
13 - LD15	100.3	100.5
17 - 1SackS_h	52.6	53.3
31 - LD41	91.0	90.6
32 - LD42	91.0	91.2
33 - LD43	82.0	81.6
34 - LD44	82.0	81.6
35 - LD48 Exp	45.0	44.8
38 - LD49	91.0	91.2
39 - LD79	73.0	72.6
40 - BMC Platform	53.0	53.3
41 - BMC Allied	54.0	60.5
42 - BMC PSM	90.0	91.2
43 - BMC SSM	99.0	99.1
44 - BMC SPB	73.0	73.6
45 - BMC NMO	67.0	67.2
BMCs Subtotal	63.5	66.2
TOTAL	76.3	76.4

2. Table 5 of USPS-T-12 testimony and SAS outputs for Part II of LR-H-146 (pp. II-22 to II-38) were revised to reflect the following corrections to the SAS programs in LR-H-218:
 - a. Modifications to SAS codes to incorporate the updated variabilities in Table 4 (see 1. above) in MOD4DIST.
 - b. Modifications to SAS codes to correct for the classification of letter/card shape relating to the information collected after July 1, 1996 for MOD1DIR, BMC1 and NONMOD12 which is reflected in IOCS variable F9635.

- c. Modifications to SAS codes to shift tallies with activity code 5461 from the 'MIXED' data set to the 'DIRECT' data set in MOD1DIR.
 - d. Modifications to SAS codes to rename '1SUP OTH' to '1SUPPORT' for the remapped tallies in MOD1POOL to include them in the MODS cost pool '1SUPPORT'.
3. Table 6 of USPS-T-12 testimony was revised to reflect the updated variabilities in Table 4 (see 1. above).
4. The SAS outputs for Part III , Part V.d, Part VI, Part VII and Tables V-1, V-2, and VII-1 of LR-H-146 (pp. III-4 to III-18, V-5, V-7, V-14 to V-19, VI-4 to VI-6, VI-8 to VI-19, VII-3 to VII-7) were revised as a result of :

Modifications to the SAS codes in LR-H-218 listed in 2. above, followed by modifications to the SAS codes in LR-H-218 for NONMODEL, PIGGYF96 and PREMITOT to reflect the revised variabilities (see 2.a above) and the revised ratio of Cost Pool dollars to IOCS dollars for the MODS cost pool '1SUPPORT' (see 2.d above).

Modifications to the SAS codes in LR-H-218 for MODSHAPE to split the presort letters & parcels subclass column in the SAS output (previously mislabeled as '1st pr. ncarr-rt') into two columns, carrier route ('1st pr. carr-rt') and non-carrier route ('1st pr. ncarr-rt').

The revised pages are in the attachment. The revised SAS programs for LR-H-218 are in the attached diskette.

Comparison of 10/17/97 Revision of Table 5 data with Original Filing
 Total distributed volume-variable mail processing cost

Volume Variable Cost				
Subclass	Total 10/17/97 A	Total Orig. B	Difference A-B	% Diff. (A-B)/B
Letters and Parcels	4,651,746	4,655,673	-3,927	-0.08%
Presort Letters and Parcels	1,063,109	1,063,505	-395	-0.04%
Postal Cards	3,214	3,062	152	4.97%
Private Mailing Cards	136,725	133,288	3,437	2.58%
Presort Cards	36,425	35,765	660	1.84%
Total First Class	5,891,219	5,891,292	-73	0.00%
Priority	477,897	477,893	4	0.00%
Express	84,169	84,370	-201	-0.24%
Mailgrams	74	75	0	-0.20%
Within County	15,161	15,161	-1	0.00%
Outside County - Regular	461,712	461,201	511	0.11%
Outside County - Non Profit	80,739	80,618	122	0.15%
Outside County - Classroom	5,684	5,632	51	0.91%
Total Second Class	563,296	562,612	684	0.12%
Third Single Piece Rate	78,662	78,184	478	0.61%
Bulk - Regular Carrier Route	266,254	265,772	482	0.18%
Bulk - Regular Other	1,545,319	1,540,108	5,211	0.34%
Total Third Bulk Regular	1,811,573	1,805,880	5,693	0.32%
Bulk - Non Profit Carrier Route	28,948	28,895	53	0.18%
Bulk - Non Profit Other	367,512	366,726	786	0.21%
Total Third Bulk Non Profit	396,460	395,620	839	0.21%
Total Third Class	2,286,696	2,279,685	7,011	0.31%
Parcels - Zone Rate	159,880	156,650	3,230	2.06%
Bound Printed Matter	74,506	73,210	1,295	1.77%
Special Rate	68,491	67,076	1,415	2.11%
Library Rate	16,350	16,065	285	1.78%
Total Fourth Class	319,227	313,001	6,226	1.99%
USPS	77,658	77,044	614	0.80%
Free for Blind/Handicapped international	10,100	10,022	78	0.78%
	209,018	206,773	2,244	1.09%
Registry	42,162	42,211	-49	-0.12%
Certified	18,473	18,484	-10	-0.06%
Insurance	771	771	0	0.05%
COD	1,815	1,817	-2	-0.10%
Special Delivery	243	243	0	-0.01%
Special Handling	200	199	0	0.21%
Other Special Services	76,063	76,036	27	0.04%
Total	10,059,080	10,042,529	16,551	0.16%

REVISED PAGES OF USPS-T-12

OCTOBER 17, 1997

Table 4: FY 1996 Mail Processing Cost Pools, Variabilities, and Volume-Variable Costs
Revised 10/17/97

MODS 1 & 2		Short Name	Cost Pool Costs	Variability	Variable Costs
FUNCTION 1					
	Automated Equipment				
1	BCS, BCS on OCR	bcs	681,360	94.5%	643,885
2	OCR	ocr	224,198	78.6%	176,220
	Mechanized, Letters & Flats				
3	SPFSM, FSM & FSM/BCR	fsm	736,969	91.8%	676,538
4	LSM,MPLSM & SPLSM W/BCR	lsm	731,680	90.5%	662,170
	Mechanized, Other				
5	Mechanical Sort - Sack Outside	1SackS_m	47,771	99.1%	47,341
6	Mechanized Parcels	mecparc	9,607	91.2%	8,762
7	SPBS - Non Priority	SPBS Oth	174,127	46.9%	81,666
8	SPBS - Priority	SPBS Prio	57,966	80.2%	46,489
	Manual Operations				
9	Manual Flats	manf	514,848	86.6%	445,858
10	Manual Letters	manl	1,342,326	79.7%	1,069,834
11	Manual Parcels	manp	60,049	39.5%	23,719
12	Manual Priority	Priority	222,512	44.8%	99,685
13	LDC 15 - RBCS	LD15	382,392	100.5%	384,304
	Allied Operations				
14	Air Contract DCS and Incoming	1Scan	58,033	82.9%	48,109
15	Bulk Presort	1Bulk pr	11,667	72.6%	8,470
16	Cancellation & Mail Preparation - metered	1CancMPP	287,698	65.4%	188,154
17	Manual Sort - Sack Outside	1SackS_h	169,234	53.3%	90,202
18	Opening Unit - Preferred Mail	1OpPref	745,408	72.0%	536,694
19	Opening Unit - BBM	1OpBulk	315,068	74.1%	233,465
20	Platform	1Platform	891,539	72.6%	647,257
21	Pouching Operations	1Pouching	437,919	82.9%	363,035
	Other Operations				
22	Business Reply / Postage Due	BusReply	31,344	79.7%	24,981
23	Damaged Parcel Rewrap	Rewrap	15,579	78.6%	12,245
24	Empty Equipment	1EEqmt	49,885	78.6%	39,210
25	Express Mail	Express	79,142	44.8%	35,456
26	Mailgram	Mailgram	368	79.7%	293
27	Mail Processing Support	1Support	137,232	78.6%	107,864
28	Miscellaneous Activity	1Misc	130,709	78.6%	102,737
29	Registry	Registry	126,948	15.3%	19,423
30	International	Intl	110,273	78.6%	86,675
FUNCTION 4					
31	LDC 41 - Unit Distribution - Automated	LD41	18,542	90.6%	16,799
32	LDC 42 - Unit Distribution - Mechanized	LD42	2,139	91.2%	1,951
33	LDC 43 - Unit Distribution - Manual	LD43	521,570	81.6%	425,601
34	LDC 44 - Post-Office Box Distribution	LD44	126,758	81.6%	103,435
35	LDC 48 - Customer Service / Express	LD48 Exp	3,203	44.8%	1,435
36	LDC 48 - Customer Service / Admin	LD48 Adm	148,358	0.0%	-
37	LDC 48 - Customer Service / Spec.Servc.	LD48 SpS	106,486	15.3%	16,292
37a	LDC 48 - Customer Service / Other	LD48 Oth	127,532	15.3%	19,512
38	LDC 49 - Computerized Forwarding Syst.	LD49	252,327	91.2%	230,122
39	LDC 79 - Mailing Req' & Bus. Mail Entry	LD79	134,835	72.6%	97,890
	MODS 1 & 2 Subtotal		10,225,601	76.5%	7,823,779
BMCs					
40	Platform	Platform	176,353	53.3%	93,996
41	Allied Labor & all other Mail Processing	Allied	231,996	60.5%	140,358
42	Parcel Sorting Machine	PSM	84,109	91.2%	76,707
43	Sack Sorting Machine	SSM	30,798	99.1%	30,521
44	SPBS & Irregular Parcels (IPP & 115)	SPB	63,812	73.6%	46,966
45	Non-Machinable Outside (NMO)	NMO	29,316	67.2%	19,700
	BMCs Subtotal		616,384	66.2%	408,248
OTHER					
46	All Other Operations (i.e., non-MODS)	Non-MODS	2,324,491	78.6%	1,827,050
	TOTAL		13,166,476	76.4%	10,059,077

Table 5: FY 1996 Distributed Volume-Variable Cost by Cost Pool and Subclass (NEW methodology)
Revised 10/17/97

Subclass	MODS bcs	MODS ocr	MODS fsm	MODS lsm	MODS mecparc	MODS SPBS Oth
Letters and Parcels	341,925	119,023	370,569	494,594	1,535	19,857
Presort Letters and Parcels	168,983	27,271	18,324	69,797	18	903
Postal Cards	0	71	-	604	0	-
Private Mailing Cards	6,755	3,030	369	26,377	100	86
Presort Cards	3,380	827	3	3,673	0	136
Total First Class	521,042	150,222	389,266	595,045	1,653	20,982
Priority	393	29	7,983	247	3,115	7,017
Express	108	2	164	490	1	-
Mailgrams	-	-	-	-	0	-
Within County	2	0	501	99	12	151
Outside County - Regular	614	260	39,302	931	519	5,229
Outside County - Non Profit	385	86	8,049	393	173	1,229
Outside County - Classroom	1	0	831	1	7	139
Total Second Class	1,002	347	48,683	1,424	711	6,747
Third Single Piece Rate	2,255	357	4,169	2,402	8	1,073
Bulk - Regular Carrier Route	8,820	2,407	9,225	3,194	225	6,514
Bulk - Regular Other	77,952	12,617	171,614	30,016	490	29,095
Total Third Bulk Regular	86,772	15,024	180,839	33,210	715	35,609
Bulk - Non Profit Carrier Route	2,160	797	661	666	85	478
Bulk - Non Profit Other	25,676	5,710	27,307	13,993	373	5,866
Total Third Bulk Non Profit	27,836	6,508	27,968	14,659	458	6,344
Total Third Class	116,862	21,889	212,976	50,271	1,181	43,026
Parcels - Zone Rate	41	6	1,311	93	1,234	705
Bound Printed Matter	58	2	2,023	17	320	1,104
Special Rate	4	76	1,161	104	103	384
Library Rate	2	0	325	1	200	236
Total Fourth Class	105	84	4,820	216	1,856	2,428
USPS	705	446	4,299	2,148	79	668
Free for Blind/Handicapped	2	1	0	1	2	511
International	2,865	2,491	6,507	10,661	6	143
Registry	27	148	112	38	3	33
Certified	-	-	-	-	0	-
Insurance	-	-	-	-	-	-
COD	-	-	-	-	0	-
Special Delivery	-	-	-	-	-	-
Special Handling	-	-	-	-	-	-
Other Special Services	774	561	1,728	1,630	154	111
Total	643,886	176,219	676,537	662,171	8,762	81,666

Table 5: FY 1996 Distributed Volume-Variable Cost by Cost Pool and Subclass (NEW methodology)
Revised 10/17/97

Subclass	MODS SPBS Prio	MODS 1SackS_m	MODS manf	MODS manl	MODS manp	MODS Priority
Letters and Parcels	9,541	8,601	175,531	632,527	4,328	7,861
Presort Letters and Parcels	1,314	1,510	12,845	119,617	546	1,013
Postal Cards	0	0	0	552	0	0
Private Mailing Cards	21	9	77	34,014	2	165
Presort Cards	12	1	336	8,502	1	0
Total First Class	10,887	10,121	188,789	795,212	4,877	9,040
Priority	27,787	3,394	10,050	4,215	6,663	80,632
Express	32	40	768	1,309	420	1,173
Mailgrams	0	-	-	72	0	-
Within County	2	40	2,923	639	0	2
Outside County - Regular	1,163	7,716	72,575	10,753	1,024	630
Outside County - Non Profit	136	2,765	10,795	2,123	201	8
Outside County - Classroom	0	27	383	1	0	0
Total Second Class	1,301	10,548	86,675	13,515	1,225	639
Third Single Piece Rate	190	125	4,207	7,679	312	396
Bulk - Regular Carrier Route	795	2,708	6,895	9,801	564	285
Bulk - Regular Other	1,701	10,098	111,481	148,954	3,172	704
Total Third Bulk Regular	2,496	12,806	118,376	158,755	3,736	989
Bulk - Non Profit Carrier Route	12	307	608	1,530	1	9
Bulk - Non Profit Other	109	2,353	22,942	61,677	181	169
Total Third Bulk Non Profit	120	2,660	23,550	63,207	182	178
Total Third Class	2,806	15,591	146,133	229,641	4,230	1,564
Parcels - Zone Rate	1,034	2,919	711	626	3,393	369
Bound Printed Matter	180	484	2,732	378	555	97
Special Rate	253	786	802	301	992	171
Library Rate	2	1	671	84	254	4
Total Fourth Class	1,469	4,190	4,916	1,389	5,194	641
USPS	537	3	1,626	5,325	512	3,064
Free for Blind/Handicapped	558	0	553	396	0	67
International	1,032	3,440	5,400	13,707	546	2,726
Registry	78	14	64	544	51	42
Certified	0	-	-	-	0	-
Insurance	-	-	-	-	-	-
COD	0	-	-	-	0	-
Special Delivery	-	-	-	-	-	-
Special Handling	-	-	-	-	-	-
Other Special Services	2	0	885	4,509	1	97
Total	46,489	47,342	445,859	1,069,833	23,719	99,686

Table 5: FY 1996 Distributed Volume-Variable Cost by Cost Pool and Subclass (NEW methodology)
Revised 10/17/97

Subclass	MODS LD15	MODS 1Bulk pr	MODS 1CancMPP	MODS 1OpBulk	MODS 1OpPref	MODS 1Platform
Letters and Parcels	277,459	2,093	157,064	51,523	240,423	233,880
Presort Letters and Parcels	53,285	3,740	6,200	10,954	66,162	54,139
Postal Cards	-	0	64	-	90	122
Private Mailing Cards	8,861	58	3,758	625	3,423	2,986
Presort Cards	1,854	222	205	293	836	1,295
Total First Class	341,459	6,115	167,290	63,395	310,934	292,421
Priority	-	310	6,493	7,270	40,600	87,747
Express	-	7	177	370	1,933	9,635
Mailgrams	-	0	-	-	-	-
Within County	-	3	12	165	789	926
Outside County - Regular	1,189	309	1,391	13,107	53,227	51,208
Outside County - Non Profit	-	16	132	1,626	8,523	7,466
Outside County - Classroom	-	1	4	591	433	459
Total Second Class	1,189	329	1,539	15,489	62,972	60,058
Third Single Piece Rate	1,942	162	999	2,290	2,980	4,676
Bulk - Regular Carrier Route	4,515	412	757	17,563	14,286	22,667
Bulk - Regular Other	22,417	541	2,793	96,253	64,213	88,887
Total Third Bulk Regular	26,932	952	3,550	113,816	78,499	111,554
Bulk - Non Profit Carrier Route	-	12	87	2,734	684	1,564
Bulk - Non Profit Other	4,556	449	1,194	21,620	19,041	18,136
Total Third Bulk Non Profit	4,556	460	1,281	24,354	19,725	19,700
Total Third Class	33,430	1,575	5,829	140,459	101,205	135,931
Parcels - Zone Rate	-	16	918	2,024	3,211	24,416
Bound Printed Matter	-	77	160	1,905	2,437	6,171
Special Rate	-	9	167	1,021	1,219	5,622
Library Rate	-	3	190	136	515	1,154
Total Fourth Class	-	104	1,435	5,085	7,381	37,363
USPS	1,324	4	1,501	157	4,331	5,510
Free for Blind/Handicapped	-	2	172	2	1,238	1,276
International	5,944	21	2,014	941	5,028	16,393
Registry	-	4	15	14	515	416
Certified	-	0	-	-	-	53
Insurance	-	-	-	-	-	-
COD	-	0	-	-	-	-
Special Delivery	-	-	-	-	-	44
Special Handling	-	-	-	-	43	-
Other Special Services	958	0	1,689	284	516	411
Total	384,304	8,470	188,155	233,466	536,695	647,257

Table 5: FY 1996 Distributed Volume-Variable Cost by Cost Pool and Subclass (NEW methodology)
Revised 10/17/97

Subclass	MODS 1Pouching	MODS 1SackS_h	MODS 1SCAN	MODS Express	MODS BusReply	MODS Mailgram
Letters and Parcels	181,209	20,925	17,908	2,317	7,334	-
Presort Letters and Parcels	42,597	7,072	5,789	483	926	-
Postal Cards	373	-	0	0	0	-
Private Mailing Cards	2,731	431	54	78	476	-
Presort Cards	1,616	-	0	0	129	-
Total First Class	228,526	28,427	23,751	2,878	8,865	-
Priority	26,827	14,939	17,194	1,924	285	-
Express	2,694	1,296	3,367	26,704	114	-
Mailgrams	-	-	-	-	0	-
Within County	235	673	3	1	1	-
Outside County - Regular	17,921	12,162	1,063	174	18	-
Outside County - Non Profit	3,700	2,427	17	5	2	-
Outside County - Classroom	349	22	1	0	0	-
Total Second Class	22,206	15,283	1,084	180	21	-
Third Single Piece Rate	1,834	515	141	159	447	-
Bulk - Regular Carrier Route	5,039	4,754	493	11	11	-
Bulk - Regular Other	49,607	13,368	1,056	270	547	-
Total Third Bulk Regular	54,646	18,122	1,549	281	558	-
Bulk - Non Profit Carrier Route	390	568	11	1	1	-
Bulk - Non Profit Other	7,424	2,821	87	107	99	-
Total Third Bulk Non Profit	7,814	3,389	98	107	100	-
Total Third Class	64,294	22,026	1,789	547	1,105	-
Parcels - Zone Rate	2,141	3,577	48	14	157	255
Bound Printed Matter	928	796	241	6	160	-
Special Rate	1,025	628	4	107	0	-
Library Rate	944	261	4	0	1	-
Total Fourth Class	5,038	5,262	299	127	319	255
USPS	2,276	750	42	923	277	-
Free for Blind/Handicapped	794	270	2	1	1	-
International	9,916	1,839	339	2,086	294	-
Registry	229	-	183	57	89	39
Certified	-	-	-	0	756	-
Insurance	-	-	-	-	-	-
COD	-	-	-	-	-	-
Special Delivery	-	-	-	28	-	-
Special Handling	-	32	-	-	-	-
Other Special Services	235	77	59	2	12,857	-
Total	363,035	90,202	48,110	35,456	24,981	293

Table 5: FY 1996 Distributed Volume-Variable Cost by Cost Pool and Subclass (NEW methodology)
Revised 10/17/97

Subclass	MODS Registry	MODS Rewrap	MODS 1EEqmt	MODS 1Misc	MODS 1Support	MODS Intl
Letters and Parcels	1,789	6,324	15,099	51,997	54,283	8,152
Presort Letters and Parcels	8	183	3,385	8,964	10,405	1,159
Postal Cards	-	246	10	27	32	-
Private Mailing Cards	44	725	440	1,780	1,562	259
Presort Cards	-	-	110	642	399	0
Total First Class	1,841	7,478	19,044	63,410	66,681	9,570
Priority	310	1,638	1,984	5,761	5,870	1,985
Express	416	-	561	1,135	1,111	1,905
Mailgrams	-	-	0	1	1	-
Within County	0	1	319	104	163	21
Outside County - Regular	52	245	2,597	3,947	4,722	1,056
Outside County - Non Profit	1	8	404	800	763	71
Outside County - Classroom	0	1	27	40	48	3
Total Second Class	54	254	3,347	4,892	5,696	1,151
Third Single Piece Rate	1	201	271	699	657	119
Bulk - Regular Carrier Route	3	13	1,294	1,738	1,928	121
Bulk - Regular Other	39	1,816	7,604	13,509	15,194	1,404
Total Third Bulk Regular	42	1,829	8,897	15,247	17,122	1,525
Bulk - Non Profit Carrier Route	0	0	190	234	211	1
Bulk - Non Profit Other	5	26	1,685	4,069	3,938	329
Total Third Bulk Non Profit	5	27	1,875	4,303	4,149	329
Total Third Class	47	2,056	11,043	20,249	21,928	1,973
Parcels - Zone Rate	35	3	774	759	918	229
Bound Printed Matter	7	1	262	356	318	1
Special Rate	65	-	135	188	225	2
Library Rate	0	0	53	69	82	34
Total Fourth Class	107	5	1,224	1,371	1,543	266
USPS	339	6	217	986	834	292
Free for Blind/Handicapped	0	-	220	82	98	123
International	343	807	836	3,336	2,735	65,956
Registry	15,584	-	419	570	413	3,411
Certified	80	-	54	79	118	33
Insurance	-	-	1	-	-	-
COD	-	-	5	2	78	-
Special Delivery	-	-	2	2	5	-
Special Handling	-	-	1	2	3	4
Other Special Services	300	2	251	858	751	5
Total	19,423	12,245	39,210	102,737	107,865	86,675

Table 5: FY 1996 Distributed Volume-Variable Cost by Cost Pool and Subclass (NEW methodology)
 Revised 10/17/97

Subclass	MODS LD41	MODS LD42	MODS LD43	MODS LD44	MODS LD48 Exp	MODS LD48 Oth
Letters and Parcels	8,549	894	168,118	58,805	213	7,833
Presort Letters and Parcels	5,631	106	42,824	17,921	16	2,356
Postal Cards	0	0	84	0	0	2
Private Mailing Cards	0	15	4,017	1,073	1	275
Presort Cards	91	37	912	68	0	46
Total First Class	14,270	1,053	215,955	77,868	230	10,512
Priority	10	21	29,211	3,509	19	1,132
Express	0	1	4,193	753	1,087	257
Mailgrams	-	0	-	0	-	0
Within County	-	0	1,001	137	0	23
Outside County - Regular	76	59	21,884	3,174	9	721
Outside County - Non Profit	-	1	3,471	413	0	140
Outside County - Classroom	-	0	87	0	0	2
Total Second Class	76	60	26,444	3,725	9	886
Third Single Piece Rate	108	77	3,245	67	1	124
Bulk - Regular Carrier Route	235	35	30,055	1,407	9	1,098
Bulk - Regular Other	1,593	547	66,076	11,659	36	2,284
Total Third Bulk Regular	1,828	582	96,131	13,066	45	3,382
Bulk - Non Profit Carrier Route	68	27	3,457	299	1	178
Bulk - Non Profit Other	362	63	14,418	1,807	14	503
Total Third Bulk Non Profit	430	90	17,875	2,106	15	681
Total Third Class	2,366	749	117,251	15,239	60	4,186
Parcels - Zone Rate	0	23	10,406	168	10	359
Bound Printed Matter	-	0	4,698	257	4	116
Special Rate	0	21	4,840	377	3	181
Library Rate	-	0	835	2	1	17
Total Fourth Class	0	45	20,779	805	17	674
USPS	-	21	2,654	520	1	147
Free for Blind/Handicapped	76	0	719	1	0	16
International	0	1	2,704	368	4	71
Registry	0	0	1,302	356	8	305
Certified	-	0	1,996	0	-	498
Insurance	-	-	116	-	-	15
COD	-	0	315	-	-	45
Special Delivery	-	-	-	-	-	10
Special Handling	-	-	-	-	-	-
Other Special Services	-	0	1,963	291	0	757
Total	16,799	1,951	425,602	103,434	1,435	19,512

Table 5: FY 1996 Distributed Volume-Variable Cost by Cost Pool and Subclass (NEW methodology)
Revised 10/17/97

Subclass	MODS LD48 SSV	MODS LD49	MODS LD79	BMCs NMO	BMCs PSM	BMCs SPB
Letters and Parcels	4,156	81,330	7,751	1	560	949
Presort Letters and Parcels	894	62,073	18,337	2	-	610
Postal Cards	0	0	0	-	-	-
Private Mailing Cards	113	5,644	1,327	0	-	0
Presort Cards	0	1,967	1,124	-	-	-
Total First Class	5,162	151,014	28,539	3	560	1,559
Priority	588	1,714	1,597	83	348	80
Express	1,330	12	29	0	-	0
Mailgrams	-	0	0	-	-	-
Within County	0	649	421	0	0	27
Outside County - Regular	180	21,731	1,261	505	119	1,534
Outside County - Non Profit	81	5,683	782	2	2	576
Outside County - Classroom	0	1	0	2	-	8
Total Second Class	261	28,064	2,465	508	122	2,146
Third Single Piece Rate	80	8,259	1,066	70	2,342	1,625
Bulk - Regular Carrier Route	244	2,257	6,666	416	686	1,886
Bulk - Regular Other	776	9,451	36,919	4,390	23,421	23,358
Total Third Bulk Regular	1,020	11,708	43,585	4,806	24,107	25,244
Bulk - Non Profit Carrier Route	1	306	1,380	66	76	142
Bulk - Non Profit Other	31	1,535	16,506	537	1,370	4,373
Total Third Bulk Non Profit	31	1,841	17,886	603	1,446	4,515
Total Third Class	1,131	21,807	62,536	5,480	27,895	31,383
Parcels - Zone Rate	35	613	459	8,275	12,493	3,783
Bound Printed Matter	58	1,929	6	1,312	10,640	1,327
Special Rate	117	284	2	1,089	15,786	1,933
Library Rate	0	77	1	1,218	2,363	317
Total Fourth Class	211	2,904	467	11,894	41,282	7,360
USPS	311	11,996	1,473	841	382	522
Free for Blind/Handicapped	0	214	1	1	568	459
International	243	1,001	685	889	5,507	3,421
Registry	1,851	13	61	-	-	36
Certified	2,016	0	0	-	-	-
Insurance	-	-	-	-	-	-
COD	63	-	0	-	-	-
Special Delivery	150	-	-	-	-	-
Special Handling	-	-	-	-	-	-
Other Special Services	2,976	11,383	37	-	43	-
Total	16,292	230,122	97,890	19,700	76,707	46,966

Table 5: FY 1996 Distributed Volume-Variable Cost by Cost Pool and Subclass (NEW methodology)
Revised 10/17/97

Subclass	BMCs SSM	BMCs Allied	BMCs Platform	Non-MODS	Total
Letters and Parcels	110	2,182	500	794,125	4,651,746
Presort Letters and Parcels	108	-	202	214,436	1,063,109
Postal Cards	-	-	-	935	3,214
Private Mailing Cards	0	105	14	24,847	136,725
Presort Cards	-	-	-	7,707	36,425
Total First Class	218	2,287	716	1,042,051	5,891,219
Priority	1	671	332	65,920	477,897
Express	0	-	19	20,558	84,169
Mailgrams	-	-	-	-	74
Within County	12	23	35	5,045	15,161
Outside County - Regular	4,549	4,168	5,530	91,108	461,712
Outside County - Non Profit	727	959	1,333	14,265	80,739
Outside County - Classroom	113	464	327	1,311	5,684
Total Second Class	5,403	5,614	7,225	111,728	563,296
Third Single Piece Rate	383	4,714	2,322	12,912	78,662
Bulk - Regular Carrier Route	2,682	6,092	5,180	80,272	266,254
Bulk - Regular Other	11,842	48,109	27,898	299,550	1,545,319
Total Third Bulk Regular	14,524	54,201	33,078	379,822	1,811,573
Bulk - Non Profit Carrier Route	124	737	376	7,710	28,948
Bulk - Non Profit Other	1,815	8,009	3,528	60,700	367,512
Total Third Bulk Non Profit	1,939	8,746	3,903	68,410	396,460
Total Third Class	16,846	67,661	39,304	461,144	2,286,696
Parcels - Zone Rate	3,532	26,880	21,273	19,634	159,880
Bound Printed Matter	816	10,232	8,425	12,908	74,506
Special Rate	1,424	10,909	7,500	8,471	68,491
Library Rate	353	2,186	1,997	1,758	16,350
Total Fourth Class	6,125	50,207	39,195	42,771	319,227
USPS	206	1,130	1,204	17,070	77,658
Free for Blind/Handicapped	0	666	279	726	10,100
International	1,721	11,901	5,691	6,461	209,018
Registry	-	117	25	14,973	42,162
Certified	-	-	-	12,789	18,473
Insurance	-	9	-	630	771
COD	-	-	-	1,307	1,815
Special Delivery	-	-	-	-	243
Special Handling	-	-	-	115	200
Other Special Services	-	94	6	28,806	76,063
Total	30,520	140,357	93,996	1,827,049	10,059,080

Table 6: FY 1996 Clerks and Mailhandlers – Mail Processing
Estimated Costs and Associated Confidence Limits By Direct Cost Category (NEW methodology)
Revised 10/17/97

Direct Cost Category	Est. Cost	Est. Coefficient of Variation	Lower 95% Confidence Limit	Upper 95% Confidence Limit
First Class				
Letters and Parcels	2,466,125	0.54%	2,439,861	2,492,388
Private Mailing Cards	78,323	4.10%	72,027	84,619
Postal Cards	1,662	19.67%	1,021	2,303
Presort Letters and Parcels	538,726	1.54%	522,501	554,950
Presort Cards	23,086	11.73%	17,777	28,395
Priority	162,091	1.85%	156,214	167,968
Express	24,851	4.76%	22,532	27,169
Second Class				
Within County	7,722	12.92%	5,767	9,678
Outside County - Non Profit	36,528	4.30%	33,452	39,604
Outside County - Classroom	2,114	30.07%	868	3,360
Outside County - Regular	202,503	1.75%	195,569	209,437
Third Class				
Third Single Piece Rate	37,848	5.84%	33,517	42,179
Bulk - Regular Carrier Route	120,287	3.57%	111,871	128,702
Bulk - Regular Other	751,877	1.09%	735,868	767,886
Bulk - Non Profit Carrier Route	12,195	6.86%	10,556	13,834
Bulk - Non Profit Other	182,010	2.37%	173,563	190,458
Fourth Class				
Parcels - Zone Rate	58,836	2.82%	55,589	62,082
Bound Printed Matter	32,192	4.19%	29,549	34,834
Special Rate	32,522	3.76%	30,123	34,921
Library Rate	7,204	8.74%	5,970	8,438
Mailgrams	50	95.13%	-43	144
Free for Blind/Handicapped	4,136	11.02%	3,242	5,029
International	89,707	3.93%	82,793	96,622
USPS	39,655	7.17%	34,085	45,224
Registry	21,264	5.14%	19,121	23,407
Certified	13,960	7.55%	11,893	16,028
Insurance	548	37.73%	143	953
COD	1,565	25.48%	783	2,346
Special Delivery	148	44.27%	19	273
Other Special Services	50,966	5.91%	45,063	56,868
Mixed Mail	2,147,693	0.61%	2,122,197	2,173,188
Other	2,910,688	0.44%	2,885,668	2,935,707
Total	10,059,077			