

BEFORE THE
POSTAL RATE COMMISSION
WASHINGTON, DC 20268-0001

POSTAL RATE AND FEE CHANGES, 2006 : Docket No. R2006-1
:

NOTICE OF TIME WARNER INC. OF FILING
LIBRARY REFERENCE TW-LR-5 REVISED (ERRATA)
(November 14, 2006)

Time Warner Inc. (Time Warner) hereby gives notice that it is this date filing with the Commission two copies of the following library reference:

TW-LR-5 Revised

One compact disk containing three revised spreadsheets, WP-Mitchell-5-06-rev.xls, PieceVolumes(3)-rev.xls, and R2006Volumes-rev.xls, which support witness Mitchell's response to POIR No. 18. These three sheets cover all rate design elements. The Rate Schedule is shown on the 'Rates' sheet of WP-Mitchell-5-06-rev.xls.

On November 7, 2006, the day before the hearing on the testimony of witness Mitchell (TW-T-1), Time Warner became aware of an anomaly in the rates proposed by witness Mitchell: the piece rate for non-machinable pieces that *are* pre-barcoded was greater than the piece rate for non-machinable pieces that *are not* pre-barcoded, even though the costs of each had been recognized. Time did not permit consideration of a possible adjustment prior to Mr. Mitchell's hearing. Subsequent analysis has revealed an error in the aggregation of the carrier route pieces in carrier route and carrier routes sacks, which caused inappropriate weights to be used in the development of average piece costs for 5-digit and, to a more limited extent, carrier route pieces.

Correction of this error requires a revision of TW-LR-5, the library reference which accompanied witness Mitchell's response to POIR No. 18. TW-LR-5 contains

file WP-Mitchell-5-06, which, as Mitchell stated in his response to POIR No. 18, "is a replacement in its entirety for [his] original workpaper WP-Mitchell-3F-06 (contained in TW-LR-1)" and in which "sheet 'Rates' contains the rate schedule with the proposed rates." Putting the revised costs into the rate design spreadsheets causes, after rounding, a decline in most piece rates of 0.2 cents per piece and an increase in the 5-digit piece rates of 0.1 cents for automation machinable pieces, 0.3 cents for automation non-machinable pieces, 0.9 cents for machinable (non-automation), and 1.9 cents for non-machinable (non-automation) pieces. No other rates are affected. For the convenience of all interested participants, a revised rate schedule, in which the rates that are affected are highlighted, is appended to this Notice.

Simultaneously with the filing of TW-LR-5 Revised, Time Warner is filing a Revised Response of Witness Mitchell to POIR No. 18, Item a, Part 1 of 2.

The revision of TW-LR-5 will also necessitate revision of the responses of witness Stralberg to POIR No. 19 and ABM/TW-T1-8 (redirected from witness Mitchell). Those revisions are now being prepared. Pending their filing, and in light of the deadline for rebuttal testimony, Time Warner wishes to advise all interested participants at this time that those revisions will not result in any significant change to the rate comparisons provided in Mr. Stralberg's original response to POIR No. 19.

Respectfully submitted,

s/ _____
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Periodicals Rate Schedule, Time Warner, Revised 11/14/2006

Shaded piece rates have been adjusted.

PERIODICALS RATES									
Per Piece		Per Bundle		Per Sack		Per Pallet		Per Pound	
Bundle Level Piece Description		Container Level Bundle Level		Sack Level Entry Point		Pallet Level Entry Point		Distance (Zone) From Entry Point	
Bundle/ Piece	\$/Pc	Container/ Bundle	\$/Bundle	Sack/ Entry Pt.	\$/Sack	Pallet/ Entry Pt.	\$/Pallet	Entry Zone	\$/Pound
Mix ADC		Mix ADC		Mix ADC					
Non	0.578	MADC	0.162	OSCF	1.26			ADV.	
Mach	0.409	ADC	0.209	OADC	1.26			DDU	0.173
Auto-Non	0.528	3-D/SCF	0.219					DSCF	0.228
Auto-Mach	0.380	5-D	0.261					DADC	0.237
Auto-Ltr	0.305	Firm	0.251					Z 1&2	0.256
ADC		ADC		ADC		ADC		Zone 3	0.272
Non	0.482	ADC	0.063	OSCF	2.70	OSCF	27.64	Zone-4	0.315
Mach	0.351	3D/SCF	0.102	OADC	2.70	OADC	27.64	Zone-5	0.380
Auto-Non	0.442	5-D	0.151	OBMC	2.70	OBMC	27.64	Zone-6	0.449
Auto-Mach	0.329	CR	0.165	DBMC	1.70	DBMC	19.30	Zone-7	0.532
Auto-Ltr	0.267	Firm	0.154	DADC	0.90	DADC	13.20	Zone-8	0.602
SCF/3-D		3-D/SCF		3-D/SCF		3-D/SCF			
Non	0.419	3-D/SCF	0.064	OSCF	2.85	OSCF	34.13	Editorial	
Mach	0.326	5-D	0.134	OADC	2.85	OADC	34.13	DDU	0.144
Auto-Non	0.387	CR	0.149	OBMC	2.85	OBMC	34.13	DSCF	0.190
Auto-Mach	0.307	Firm	0.145	DBMC	1.80	DBMC	21.40	DADC	0.197
Auto-Ltr	0.253			DADC	1.50	DBMC	21.40	DADC	0.197
5-D		5-D/CR		5-D/CR		5-D		Z1-2 up	0.213
Non	0.278	5-D	0.012	DSCF	0.90	DADC	18.10		
Mach	0.253	CR	0.061			DSCF	9.90		
Auto-Non	0.276	Firm	0.086					SoA	
Auto-Mach	0.243			OSCF	3.36	OSCF	40.02	DDU	0.130
Auto-Ltr	0.189			OADC	3.36	OADC	40.02	DSCF	0.171
CR Basic	0.146			OBMC	3.36	OBMC	40.02	DADC	0.178
High-D	0.122			DBMC	2.20	DBMC	26.00	Z 1&2	0.192
Sat	0.091			DADC	1.90	DADC	23.00		
Firm	0.146			DSCF	1.40	DSCF	11.90		
				DDU	1.00	DDU	1.70		
Piece Sorting Delivery		Bundle Sorting		Sack Handling/Sorting Sack Opening Sack Return		Pallet Handling Pallet Opening Pallet return		Transportation Bulk Handling Some Piece Sorting Delivery	
Per piece editorial discount, cents times editorial percent					8.9				
Per-piece charge for qualified Ride-Along pieces, cents					15.5				