

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

POSTAL RATE AND FEE CHANGES, 2006

Docket No. R2006-1

RESPONSE OF UNITED STATES POSTAL SERVICE WITNESS MICO
MILANOVIC (USPS-T-9) TO INTERROGATORY OF UNITED PARCEL SERVICE,
REDIRECTED FROM WITNESS THOMAS M. SCHERER (UPS/USPS-T33-1)
(July 25, 2006)

The United States Postal Service hereby provides the responses of witness Mico Milanovic (USPS-T-9) to the following interrogatory of United Parcel Service, which was filed on July 11, 2006, and has been redirected from witness Thomas M. Scherer (USPS-T-33):

UPS/USPS-T33-1

The interrogatory is stated verbatim and is followed by the response.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Daniel J. Foucheaux, Jr.
Chief Counsel, Ratemaking

Brian M. Reimer

475 L'Enfant Plaza West, S.W.
Washington, D.C. 20260-1137
(202) 268-3037, Fax -5402
Brian.M.Reimer@usps.gov

RESPONSE OF USPS WITNESS MILANOVIC (USPS-T-9) TO
INTERROGATORY OF UNITED PARCEL SERVICE, REDIRECTED FROM WITNESS
THOMAS M. SCHERER (USPS-T-33)

UPS/USPS-T33-1. Is any part of the costs of the FedEx contract which the Postal Service treats as non-variable included in the attributable costs of any of the classes of mail carried under the FedEx contract, either in the Base Year or in the Test Year? If so, please set forth, separately for the Base Year and for the Test Year, the total amount of such costs attributed to each class of mail carried or to be carried under the FedEx contract?

RESPONSE:

No for the Base Year. It is my understanding that this is also true in TY2008.

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.

Brian M. Reimer

475 L'Enfant Plaza West, S.W.
Washington, D.C. 20260-1137
(202) 268-3037, FAX: -5402
July 25, 2006
Brian.M.Reimer@usps.gov