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

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MAILING ONLINE SERVICE

Docket No. MC98–1

NOTICE OF UNITED STATES POSTAL SERVICE
OF FILING OF ACCOUNTING PERIOD DATA REPORTS

The United States Postal Service hereby provides the Mailing Online market test accounting period data report for Accounting Periods 2 through 4. These reports are attached.

Note that the hardware and software costs reported in A/P 2 are one-time costs that were actually incurred prior to the beginning of the market test. Also, print site support costs cannot be broken down by A/P and will be provided in the report for A/P 6, when the support activity is completed.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:

Daniel J. Foucheaux, Jr.
Chief Counsel, Ratemaking

Scott L. Reiter

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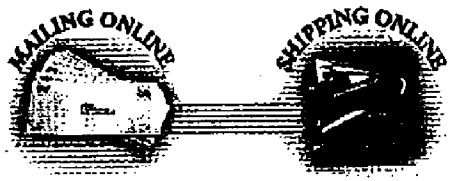
March 10, 1999

UNITED STATES POSTAL SERVICE

PostOffice Online

PRICEWATERHOUSECOOPERS



Postal Rate Commission
Mailing Online AP Report (AP 2: October 30 to November 06 1998)

MOL AP 2 Report

AP 2 Week 3 & AP 2 Week 4

Index to Tables

Table	
1	Advertising and Marketing Costs
2	Help Desk Costs
3	Hardware and Software Costs
4	Communications Costs
5	Print Site Costs

Table 1

Advertising and Marketing Costs

AP 2 (October 30 to November 06 1998)

POL Total Advertising and Marketing Costs (not specific to MOL)

Category	Week Beginning 10/26/98	Week beginning 11/2/98
MOL Advertising	$0	$123,110
Customer Service Marketing	$0	$0
AP 2 Total	$0	$123,110
Market test to Date	$0	$123,110

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Table 2

Help Desk Costs

AP 2 (October 30 to November 06 1998)

POL/Other platform costs with MOL components

Set-up Cost Line Items	
POLSC hardware and software for buildout	$11,899.65
Ongoing Cost Line Items	
Post Office Online Helpdesk	$26,541.61
Total	$38,441.26
Market Test to Date	$38,441.26

Table 3

Hardware and Software Costs

AP 2 (October 30 to November 06 1998)

Hardware

Environment	Application	Server	Cost
Production			
	Both	NETFTP1, Backup Server, Other	$46,721
	POL/SOL	WWW/WWW2, Database Hub	$44,537
	MOL	POM, NCC, MOL Database, Print Site	$135,860
Production Total			$227,118
Test			
	Both	NETFTP1	$5,000
	POL/SOL	WWW/WWW2, Database Hub	$43,553
	MOL	MOL Database, POM, NCC	$71,621
Test Total			$120,174
Hardware Total			$347,292

Software

	Application	Server	Cost
	Both		$16,632
	POL/SOL	POL Database Hub, WWW/WWW2	$1,136
	MOL	NCC, Print SITES	$99,739
	POL and MOL		$126,358
Software Total			$243,865
Grand Total			$591,157

System	Software	Hardware	Total
POL	$68,050	$88,090	$156,140
MOL	$172,647	$207,481	$380,128
Shared	$3,168	$51,721	$54,889
Total	$243,865	$347,292	$591,157

Table 4

Communications Costs

AP 2 (October 30 to November 06 1998)

Category	Cost
Installation Cost*	$2,000.00
T1 Line to the Print site	$5,200.00
POL Payment Line	$20.81
Total	$7,220.81
Market Test to Date	$7,220.81

* Note: The installation cost is a one time cost for installing the system

Table 5

Print Site Costs

AP 2 (October 30 to November 06 1998)

No Print Site costs this AP

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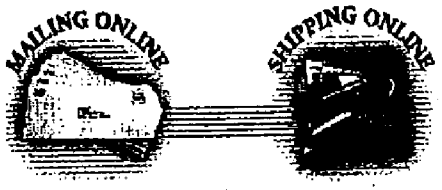

Postal Rate Commission
Mailing Online AP Report (AP 3: November 07 to December 04 1998)

MOL AP 3 Report

AP 3 (November 07 to December 04 1998)

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Table	
1	Advertising and Marketing Costs
2	Help Desk Costs
3	Hardware and Software Costs
4	Communications Costs
5	Print Site Costs

UNITED STATES POSTAL SERVICE

PRICEWATERHOUSECOOPERS

Table 1

Advertising and Marketing Costs

AP 3 (November 07 to December 04 1998)

POL Total Advertising and Marketing Costs (not specific to MOL)

Category	Week Beginning 11/9/98	Week beginning 11/16/98	Week beginning 11/23/98	Week beginning 11/30/98
Advertising Costs	$209,055	$218,921	$209,055	$174,938
Customer Service Marketing	$0	$0	$0	$0
AP 3 Total	$811,969			
Market Test to Date	$935,079			

UNITED STATES POSTAL SERVICE

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Table 2

Help Desk Costs

AP 3 (November 07 to December 04 1998)

POL/Other platform costs with MOL components

Set-up Cost Line Items	
Support Center Buildout	$223,523.59
POLSC Software	$7,995.00
Ongoing Cost Line Items	
Post Office Online Helpdesk	$80,000.00
POL Support Center	
Labor - Management	$26,751.11
Labor - Non-Management	$8,437.64
Facilities Costs	$229.92
Voice and Fax charges	$256.92
Total	$347,194.18
Market Test to Date	$385,635.44

Table 3

Hardware and Software Costs

AP 3 (November 07 to December 04 1998)

Market Test to Date	$591,157

* Note: No additional costs this AP

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Table 4

Communications Costs

AP 3 (November 07 to December 04 1998)

Category	Cost
T1 Line to the Print site	$5,200.00
POL Payment Line	$30.57
Total	$5,230.57
Market Test to Date	$12,451.38

Table 6

Print Site Costs

AP 3 (November 07 to December 04 1998)

Printing	Quantity	Total
Simplex	2,952	$58.45
Duplex	4,774	$94.52
8.5*11	5,339	$25.09
Spot Color	124	$1.24
Envelope		
Letter	3,558	$53.37
Finishing		
Stapling	26	$0.21
Folding	7,116	$71.16
Inserting	3,558	$48.39
Mailback Postage	1	$0.96
Total		$353.39
Market Test to Date		$353.39

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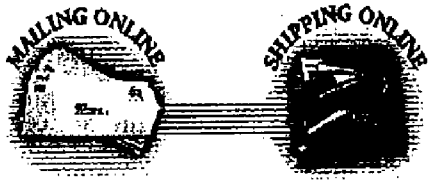

Postal Rate Commission

Mailing Online AP Report (AP 4: December 05 to January 01 1999)

MOL AP 4 Report

AP 4 (December 05 to January 01 1999)

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1	Advertising and Marketing Costs
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3	Hardware and Software Costs
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5	Print Site Costs

UNITED STATES POSTAL SERVICE

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Table 1

Advertising and Marketing Costs

AP 4 (December 05 to January 01 1999)

POL Total Advertising and Marketing Costs (not specific to MOL)

Category	Week Beginning 12/7/98	Week beginning 12/14/98	Week beginning 12/21/98
Advertising Costs	$218,788	$163,388	$0
Customer Service Marketing	$0	$0	$0
AP 4 Total	$382,176		
Market Test to Date	$1,317,255		

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Table 2

Help Desk Costs

AP 4 (December 05 to January 01 1999)

Costs specific to MOL

Set-up Cost Line Items	
Desktop Publishing Software	$27,790.00
Ongoing Cost Line Items	
Remedy Support Renewal	$5,490.00

POL/Other platform costs with MOL components

Set-up Cost Line Items	
None	
Ongoing Cost Line Items	
Labor - Management	$61,318.37
Labor - Non-Management	$38,730.16
Facilities	$1,551.98
Voice and Fax Charges	$1,734.21
Total	$136,614.72

Table 3

Hardware and Software Costs

AP 4 (December 05 to January 01 1999)

Market Test to Date*	$591,157

* Note: No additional costs this AP

Table 4

Communications Costs

AP 4 (December 05 to January 01 1999)

Category	Cost
T1 Line to the Print site	$5,200.00
POL Payment Line	$44.55
Total	$5,244.55
Market Test to Date	$17,695.93

Table 5

Print Site Costs

AP 4 (December 05 to January 01 1999)

Printing	Quantity	Total
Simplex	3,820	$75.64
Duplex	6,280	$124.34
8.5*11	6,960	$32.71
Spot Color	2,757	$27.57
Envelope		
Letter	5,199	$77.98
Flat	1	$0.05
Finishing		
Stapling	1,418	$11.34
Folding	10,398	$103.98
Inserting Letter	5,199	$70.71
Inserting Flat	1	$0.15
Mailback Postage	1	$0.32
Total		$524.79
Market Test to Date		$878.18

CERTIFICATE OF SERVICE

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

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March 10, 1999