

B. Services provided

Within the capital investment subcategory, funds are used for: site, design and construction of Federal postal facilities required for Post Office purposes; extension and modernization, air conditioning and other alterations to federally owned buildings, and leasehold improvements and minor alterations for leased facilities; fixed mechanized systems, nonfixed mechanized and other mail handling equipment; vehicles for carrier motorization, bulk transfer of the mail and for other uses; lobby, window and self-service equipment to serve the postal patron; information processing and accounting equipment for the Department's data processing and office activities; nonexpendable administrative, maintenance and general postal support equipment; and the capitalized industrial operation of the mail equipment shops. Within the expense subcategory, funds are used for: rental of postal space, heat, utilities, communications and moving expenses; supplies and contractual technical services; general housekeeping of buildings and grounds under the control of and operated by the Post Office Department, such as cleaning, guard service and general building maintenance; maintenance of Government-owned vehicle fleet by Post Office personnel and vehicles under contract, and the procurement of vehicle operating and maintenance supplies and materials. The third subcategory, depreciation, includes those activities that place logistical postal support on an accrued cost basis; included are such items as depreciation of post office buildings and equipment, of GSA buildings occupied by postal installations, building services provided by GSA and expendable equipment written off. With the use of this third subcategory, current and prior capital investments are converted into operating expense compatible with labor, material, and services.

C. Financing

Funds for logistical support are provided by the appropriations "Operations," "Building occupancy," "Supplies and services," "Plant and equipment," and "Postal public buildings." For 1968 it is estimated that the applicable portions of these appropriations will total \$802,820,000, including transfers and supplementals.

D. Employment

Grade or level:	Number
Professional:	
PFS-15	1
PFS-14	1
Technical: PFS-13 and below	29, 800
Total	29, 802

E. Statutory authority

Authority for these activities is found in the following:

Title 39, United States Code; operation and administration of the postal service.

Title 5, United States Code, section 5901; procurement of supplies and services, including uniforms, stamps, and accountable paper and postal supplies.

Postal Public Buildings Act of 1959, 73 Stat. 479, section 15; GSA delegation to the Postmaster General for the design and construction of postal facilities.

Title 39, United States Code, 2102, 2103; 20-year leasing authority and 30-year leasing authority including lease-purchase and authority for condemnation.

F. Allocation of other categories

The capital costs in this category are allocated to the other program categories as follows:

I—Direct service to mailers	\$26, 688
II—Processing of mail	90, 967
III—Delivery services	55, 793
IV—Transportation	4, 456
V—Enforcing postal laws	5, 212
VI—Research and development	
VII—Administrative postal support	11, 914
Total	195, 030

Category manager—John L. O'Marra, Assistant Postmaster General, Bureau of Facilities.