

UNITED STATES OF AMERICA
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

Modification of Analytic Principles in
Period Reporting (Proposal Twenty-One)

Docket No. RM2010-3

CHAIRMAN'S INFORMATION REQUEST NO. 1

(Issued November 3, 2009)

The Postal Service is requested to respond to the following questions to clarify the record on its request filed October 20, 2009 for authorization to use non-GAAP methodology to report accounting data.

1. Please provide sample accounting journal entries showing the effect of reporting the \$4 billion reduction in post-retirement health benefits payment in FY 2010 on the income statement, balance sheet, and cash flow for FY 2009 and FY 2010. For example, what journal entry would be required in FY 2010 to reduce the recorded post-retirement health benefits payable of \$5.4 billion?
2. Please provide sample accounting journal entries showing the effect of reporting the \$4 billion reduction in post-retirement health benefits payment in FY 2009 on the pro forma income statement, pro forma balance sheet, and pro forma cash flow for FY 2009 and FY 2010.
3. Please explain how the reduction in post-retirement health benefits payment in FY 2010 and in pro forma amounts for FY 2009 will be allocated between attributable costs and institutional costs.

4. Please identify the cost segments that would be affected by the reduction of post-retirement health benefits payment in the pro forma amounts for FY 2009.

Ruth Y. Goldway
Chairman