

USPS Preliminary Financial Information (Unaudited)

AUGUST 2010

(\$ Millions)

	Current Period					Year-to-Date				
	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Operating Revenue:										
Mail and Services Revenue	\$5,307	\$5,399	\$5,344	-1.7%	-0.7%	\$61,629	\$60,517	\$63,019	1.8%	-2.2%
Government Appropriations	\$11	\$11	\$11	0.0%	-3.7%	\$115	\$115	\$121	0.0%	-4.7%
Total Operating Revenue	\$5,317	\$5,409	\$5,355	-1.7%	-0.7%	\$61,744	\$60,632	\$63,140	1.8%	-2.2%
Operating Expenses:										
Personnel Compensation and Benefits	\$4,211	\$4,287	\$4,193	-1.8%	0.4%	\$47,067	\$46,855	\$48,416	0.5%	-2.8%
Workers Compensation Caseload Expense	\$268	\$104	\$120	157.3%	123.0%	\$1,444	\$1,149	\$1,247	25.6%	15.8%
Transportation	\$510	\$483	\$488	5.6%	4.6%	\$5,394	\$5,463	\$5,570	-1.3%	-3.2%
Supplies and Services	\$188	\$217	\$235	-13.1%	-19.8%	\$2,009	\$2,184	\$2,132	-8.0%	-5.8%
Other Expenses	\$604	\$599	\$581	0.8%	4.0%	\$6,283	\$6,362	\$6,249	-1.2%	0.5%
Total Controllable Operating Expenses	\$5,781	\$5,690	\$5,616	1.6%	2.9%	\$62,197	\$62,012	\$63,614	0.3%	-2.2%
Controllable Operating Loss	(\$464)	(\$281)	(\$261)			(\$453)	(\$1,380)	(\$474)		
PSRHBF Expenses	\$458	\$458	\$450	0.0%	1.8%	\$5,042	\$5,042	\$4,950	0.0%	1.9%
Fair value adjustment to workers' comp liability	\$634	\$0	\$0	NM	NM	\$2,096	\$0	\$807	NM	159.7%
Net Operating Loss	(\$1,556)	(\$739)	(\$711)			(\$7,590)	(\$6,422)	(\$6,231)		
Interest Income	\$2	\$2	\$2	6.6%	0.1%	\$23	\$23	\$24	3.4%	-1.7%
Interest Expense	\$13	\$21	\$12	-37.4%	11.2%	\$143	\$190	\$68	-24.8%	109.1%
Net Loss	(\$1,567)	(\$758)	(\$721)			(\$7,710)	(\$6,589)	(\$6,276)		

Other Operating Statistics:

Mail Volume: (Millions)										
Total Mailing Services Volume	13,612	13,644	13,377	-0.2%	1.8%	155,142	151,234	161,419	2.6%	-3.9%
Total Shipping Services Volume	109	114	105	-4.4%	3.6%	1,302	1,312	1,269	-0.8%	2.5%
Total Mail Volume	13,721	13,758	13,482	-0.3%	1.8%	156,443	152,546	162,689	2.6%	-3.8%
Total Workhours (Millions)	98	95	101	3.1%	-3.0%	1,087	1,070	1,158	1.6%	-6.2%
Total Career Employees						585,347				
Total Non-Career Employees						88,139				

The Postal Accountability and Enhancement Act (PL 109-435) requires the Postal Service to provide quarterly and annual financial reports in accordance with the rules and regulations promulgated by the SEC for such reports. The data on this page represents preliminary financial information for the month of August 2010 required by the Postal Regulatory Commission to be reported on a monthly basis. This data has not been subjected to all closing procedures and reviews required to present interim quarterly financial statements in accordance with generally accepted accounting principles (GAAP), nor does it constitute a full set of financial statements or contain all the necessary disclosures for a presentation in accordance with GAAP. If a full set of financial statements and related disclosures were included with this data, it might influence the user's conclusions about the Postal Service's financial position, results of operations, and cash flows. Accordingly, this financial data is not designed for those who are not informed about such matters. This data has not been audited, reviewed, or compiled by our independent auditor.

Mail Volume and Mail Revenue (Source: Postal Service Revenue Pieces and Weights Reports)

AUGUST 2010

(Thousands)

	Current Period			Year-to-Date		
	Actual	SPLY	% SPLY	Actual	SPLY	% SPLY
Mailing Services:						
<i>First Class:</i>						
Volume*	5,987,227	6,397,763	-6.4%	72,365,662	77,268,273	-6.3%
Revenue	\$2,603,798	\$2,798,887	-7.0%	\$31,519,843	\$33,019,855	-4.5%
<i>Standard Mail:</i>						
Volume*	6,950,727	6,260,905	11.0%	74,986,734	75,661,790	-0.9%
Revenue	\$1,461,835	\$1,331,421	9.8%	\$15,845,092	\$15,865,868	-0.1%
<i>Periodicals:</i>						
Volume*	571,343	617,227	-7.4%	6,732,456	7,340,737	-8.3%
Revenue	\$149,038	\$157,632	-5.5%	\$1,718,597	\$1,869,248	-8.1%
<i>Package Services:</i>						
Volume*	60,270	62,560	-3.7%	608,772	676,474	-10.0%
Revenue	\$134,104	\$134,423	-0.2%	\$1,389,234	\$1,553,353	-10.6%
Total Mailing Services:						
Volume*	13,612,155	13,377,349	1.8%	155,141,798	161,419,184	-3.9%
Revenue **	\$4,664,804	\$4,726,418	-1.3%	\$53,898,698	\$55,698,158	-3.2%
Total Shipping Services:						
Volume*	108,737	104,925	3.6%	1,301,530	1,269,357	2.5%
Revenue	\$654,409	\$630,863	3.7%	\$7,868,743	\$7,465,550	5.4%
Postal Service Totals						
Volume*	13,720,892	13,482,274	1.8%	156,443,328	162,688,541	-3.8%
Revenue	\$5,319,213	\$5,357,281	-0.7%	\$61,767,441	\$63,163,708	-2.2%

* Note: The sampling portion of the RPW system is designed to be statistically valid on a quarterly and annual basis.

** Total Mailing Services Revenue on this report includes investment and interest income.

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USPS Preliminary Expenses (Unaudited)
AUGUST 2010
(\$ Millions)

	Current Period					Year-to-Date				
	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Personnel Compensation and Benefits:										
Controllable Expenses										
Salaries & Benefits										
City Delivery	\$1,408	\$1,380	\$1,404	2.0%	0.3%	\$15,553	\$15,227	\$15,708	2.1%	-1.0%
Mail Processing	751	676	796	11.0%	-5.7%	8,596	8,002	9,357	7.4%	-8.1%
Customer Services and Retail	536	509	561	5.4%	-4.5%	6,047	5,841	6,606	3.5%	-8.5%
Rural Delivery	508	509	494	-0.1%	2.9%	5,469	5,477	5,461	-0.1%	0.1%
Other, including Plant and Vehicle Maintenance, Operational Support, Postmasters, and Administration	789	996	751	-20.8%	5.1%	\$8,908	\$9,810	\$9,200	-9.2%	-3.2%
Total Salaries & Benefits	\$3,992	\$4,069	\$4,006	-1.9%	-0.4%	\$44,574	\$44,357	\$46,332	0.5%	-3.8%
Other Personnel Related Expenses										
Retiree Health Benefits Current Premiums	\$194	\$193	\$172	0.9%	12.9%	\$2,056	\$2,046	\$1,819	0.5%	13.0%
Worker's Compensation Caseload Expenses	268	104	120	157.1%	123.6%	1,444	1,149	1,247	25.7%	15.8%
All Other Personnel Related Expenses	25	25	15	-1.2%	60.4%	480	452	266	6.2%	80.3%
Total Other Personnel Related Expenses	\$487	\$322	\$307	44.4%	48.7%	\$3,979	\$3,647	\$3,331	22.2%	16.9%
Controllable Personnel Compensation and Benefits	\$4,478	\$4,391	\$4,313	2.0%	3.8%	\$48,553	\$48,004	\$49,663	1.1%	-2.2%
PSRHBF Expenses	458	458	450	0.0%	1.8%	5,042	5,042	4,950	0.0%	1.9%
Fair value adjustment to workers' comp liability	634	-	-	NM	NM	2,097	-	807	NM	159.9%
Total Personnel Compensation and Benefits	\$5,571	\$4,849	\$4,763	14.9%	17.0%	\$55,648	\$53,045	\$55,420	4.9%	0.4%
Non-Personnel Expenses:										
Transportation	\$510	\$483	\$488	5.6%	4.6%	\$5,394	\$5,463	\$5,570	-1.3%	-3.2%
Supplies and Services	188	217	235	-13.1%	-19.8%	2,009	2,184	2,132	-8.0%	-5.8%
Depreciation and Amortization	209	187	186	11.9%	12.2%	2,259	2,109	2,066	7.1%	9.3%
Rent	85	90	88	-4.7%	-3.2%	965	987	994	-2.2%	-2.9%
Utilities and Heating Fuel	64	55	58	16.4%	8.8%	580	561	633	3.5%	-8.3%
Vehicle Maintenance Service	80	70	66	13.5%	20.9%	748	720	692	3.9%	8.1%
Information Technology	36	48	43	-24.9%	-16.6%	367	511	391	-28.3%	-6.3%
Rural Carrier Equipment Maintenance Allowance	46	48	41	-2.9%	12.2%	490	500	471	-2.1%	4.0%
Other	84	102	98	-17.7%	-13.6%	874	975	1,002	-10.3%	-12.7%
Total Non-Personnel Expenses	\$1,303	\$1,299	\$1,303	0.3%	-0.1%	\$13,686	\$14,009	\$13,951	-2.3%	-1.9%
Total Operating Expenses	\$6,873	\$6,148	\$6,066	11.8%	13.3%	\$69,335	\$67,054	\$69,371	3.4%	-0.1%
Interest Expense	\$13	\$21	\$12	-37.4%	11.2%	\$143	\$190	\$68	-24.8%	109.1%
Total Expenses	\$6,887	\$6,169	\$6,078	11.6%	13.3%	\$69,478	\$67,244	\$69,440	3.3%	0.1%

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USPS Preliminary Workhours (Unaudited)

AUGUST 2010

(Thousands)

	Current Period					Year-to-Date				
	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Workhours										
City Delivery	33,932	32,651	34,830	3.9%	-2.6%	375,149	364,889	390,423	2.8%	-3.9%
Mail Processing	17,951	16,418	19,259	9.3%	-6.8%	206,729	194,154	232,034	6.5%	-10.9%
Customer Services	13,032	12,239	13,933	6.5%	-6.5%	147,844	141,993	164,843	4.1%	-10.3%
Rural Delivery	15,192	15,310	15,106	-0.8%	0.6%	162,593	166,354	166,580	-2.3%	-2.4%
Other, including Plant and Vehicle Maintenance, Operational Support, Postmasters, and Administration	18,085	18,620	18,105	-2.9%	-0.1%	194,489	202,543	204,381	-4.0%	-4.8%
Total Workhours	98,192	95,238	101,233	3.1%	-3.0%	1,086,804	1,069,933	1,158,261	1.6%	-6.2%

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Numbers may not add due to rounding. Percentages calculated using unrounded numbers.