

USPS Preliminary Financial Information (Unaudited)

August 2011

(\$ Millions)

	Current Period					Year-to-Date				
	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Operating Revenue:										
Mail and Services Revenue	\$5,406	\$5,502	\$5,306	-1.7%	1.9%	\$60,227	\$61,948	\$61,629	-2.8%	-2.3%
Government Appropriations	30	13	11	124.3%	184.8%	147	117	115	25.0%	27.2%
Total Operating Revenue	\$5,436	\$5,515	\$5,317	-1.4%	2.2%	\$60,374	\$62,065	\$61,744	-2.7%	-2.2%
Operating Expenses:										
Personnel Compensation and Benefits	\$4,286	\$4,344	\$4,205	-1.3%	1.9%	\$46,597	\$46,774	\$46,940	-0.4%	-0.7%
Workers Compensation Caseload Expense	156	101	144	54.7%	8.6%	1,096	1,112	1,017	-1.4%	7.8%
Transportation	546	477	510	14.6%	7.0%	5,846	5,455	5,394	7.2%	8.4%
Supplies and Services	196	204	188	-4.1%	4.0%	1,995	2,218	2,009	-10.1%	-0.7%
Other Expenses	592	680	610	-13.0%	-2.9%	6,908	6,930	6,409	-0.3%	7.8%
Total Controllable Operating Expenses	\$5,776	\$5,806	\$5,657	-0.5%	2.1%	\$62,443	\$62,490	\$61,770	-0.1%	1.1%
Controllable Operating Income (Loss)	(\$340)	(\$291)	(\$340)			(\$2,069)	(\$425)	(\$26)		
PSRHBFB Expenses	\$458	\$458	\$458	0.0%	0.0%	\$5,042	\$5,042	\$5,042	0.0%	0.0%
Workers Compensation (a)	971	13	758	NM	NM	1,521	142	2,523	NM	NM
Net Operating Income (Loss)	(\$1,769)	(\$762)	(\$1,556)			(\$8,632)	(\$5,608)	(\$7,590)		
Interest Income	\$5	\$2	\$2	118.3%	145.4%	\$26	\$25	\$23	6.2%	12.8%
Interest Expense	\$14	\$19	\$13	-26.1%	7.6%	\$158	\$200	\$143	-20.9%	10.4%
Net Income (Loss)	(\$1,778)	(\$779)	(\$1,567)			(\$8,763)	(\$5,783)	(\$7,710)		

Other Operating Statistics:											
Mail Volume: (Millions)											
Total Mailing Services Volume		13,826	14,658	13,718	-5.7%	0.8%	152,472	156,491	155,483	-2.6%	-1.9%
Total Shipping Services Volume		120	122	107	-1.6%	11.6%	1,358	1,384	1,279	-1.9%	6.2%
Total Mail Volume		13,945	14,780	13,826	-5.6%	0.9%	153,830	157,875	156,761	-2.6%	-1.9%
Total Workhours (Millions)		98	98	98	0.2%	0.1%	1,055	1,049	1,087	0.6%	-2.9%
Total Career Employees							559,028				
Total Non-Career Employees							90,230				

a) This represents non-cash adjustments; the impact of discount and inflation rate changes and the actuarial revaluation of existing cases.

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 2011 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 2011

(Thousands)

	Current Period			Year-to-Date		
	Actual	SPLY	% SPLY	Actual	SPLY	% SPLY
Mailing Services:						
<i>First Class:</i>						
Volume*	5,864,399	5,981,624	-2.0%	67,477,893	72,564,009	-7.0%
Revenue	\$2,560,754	\$2,604,541	-1.7%	\$29,538,649	\$31,600,755	-6.5%
<i>Standard Mail:</i>						
Volume*	7,291,967	7,067,823	3.2%	77,450,651	75,178,591	3.0%
Revenue	\$1,521,594	\$1,456,877	4.4%	\$16,285,431	\$15,834,101	2.9%
<i>Periodicals:</i>						
Volume*	561,217	562,393	-0.2%	6,475,293	6,668,935	-2.9%
Revenue	\$149,649	\$148,502	0.8%	\$1,660,898	\$1,718,166	-3.3%
<i>Package Services:</i>						
Volume*	68,899	60,018	14.8%	614,930	607,998	1.1%
Revenue	\$146,921	\$137,890	6.5%	\$1,482,472	\$1,425,685	4.0%
Total Mailing Services:						
Volume*	13,825,581	13,718,105	0.8%	152,472,480	155,482,738	-1.9%
Revenue **	\$4,706,234	\$4,662,883	0.9%	\$52,078,412	\$53,958,765	-3.5%
Total Shipping Services:						
Volume*	119,912	107,413	11.6%	1,357,692	1,278,733	6.2%
Revenue	\$735,041	\$656,330	12.0%	\$8,321,880	\$7,808,676	6.6%
Postal Service Totals						
Volume*	13,945,493	13,825,518	0.9%	153,830,171	156,761,471	-1.9%
Revenue	\$5,441,275	\$5,319,213	2.3%	\$60,400,292	\$61,767,441	-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 2011

(\$ Millions)

	Current Period					Year-to-Date				
	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Personnel Compensation and Benefits:										
Salaries & Benefits										
City Delivery	\$1,466	\$1,428	\$1,408	2.7%	4.2%	\$15,660	\$15,322	\$15,553	2.2%	0.7%
Mail Processing	743	709	751	4.8%	-1.1%	8,289	7,906	8,596	4.8%	-3.6%
Customer Services and Retail	531	518	536	2.4%	-1.0%	5,778	5,665	6,047	2.0%	-4.5%
Rural Delivery	538	546	508	-1.5%	5.9%	5,591	5,657	5,469	-1.2%	2.2%
Other, including Plant and Vehicle Maintenance, Operational Support, Postmasters, and Administration	787	912	789	-13.7%	-0.2%	8,874	9,631	8,908	-7.9%	-0.4%
Total Salaries & Benefits	\$4,065	\$4,113	\$3,992	-1.3%	1.8%	\$44,191	\$44,182	\$44,574	0.1%	-0.9%
Other Personnel Related Expenses										
Retiree Health Benefits Current Premiums	\$207	\$209	\$194	-1.1%	6.4%	\$2,231	\$2,237	\$2,056	-0.3%	8.5%
Worker's Compensation Caseload Expenses	156	101	144	54.7%	8.6%	1,096	1,112	1,017	-1.4%	7.8%
All Other Personnel Related Expenses	15	23	19	-35.0%	-23.0%	175	355	310	-50.8%	-43.7%
Total Other Personnel Related Expenses	\$378	\$333	\$357	13.5%	5.7%	\$3,502	\$3,704	\$3,383	-5.5%	3.5%
Controllable Personnel Compensation and Benefits	\$4,443	\$4,446	\$4,349	-0.1%	2.1%	\$47,694	\$47,886	\$47,958	-0.4%	-0.6%
PSRHBF Expenses	\$458	\$458	\$458	0.0%	0.0%	\$5,042	\$5,042	\$5,042	0.0%	0.0%
Workers' Compensation (a)	971	13	758	NM	NM	1,521	142	2,523	NM	NM
Total Personnel Compensation and Benefits	\$5,872	\$4,917	\$5,565	19.4%	5.5%	\$54,256	\$53,070	\$55,522	2.2%	-2.3%
Non-Personnel Expenses:										
Transportation	\$546	\$477	\$510	14.6%	7.0%	\$5,846	\$5,455	\$5,394	7.2%	8.4%
Supplies and Services	196	204	188	-4.1%	4.0%	1,995	2,218	2,009	-10.1%	-0.7%
Depreciation and Amortization	189	208	209	-9.4%	-9.6%	2,126	2,321	2,259	-8.4%	-5.9%
Rent	84	88	85	-4.8%	-2.0%	949	1,000	965	-5.1%	-1.6%
Utilities and Heating Fuel	57	56	64	3.4%	-9.8%	597	608	580	-1.9%	2.8%
Vehicle Maintenance Service	88	67	80	31.2%	10.7%	888	750	748	18.3%	18.7%
Information Technology	36	51	36	-29.0%	0.8%	415	555	367	-25.2%	13.3%
Rural Carrier Equipment Maintenance Allowance	54	45	46	19.7%	15.5%	506	515	490	-1.7%	3.4%
Other	84	165	90	-49.2%	-6.9%	1,427	1,180	1,001	20.9%	42.6%
Total Non-Personnel Expenses	\$1,334	\$1,361	\$1,308	-2.0%	1.9%	\$14,750	\$14,604	\$13,813	1.0%	6.8%
Total Operating Expenses	\$7,206	\$6,277	\$6,873	14.8%	4.8%	\$69,006	\$67,673	\$69,335	2.0%	-0.5%
Interest Expense	14	19	13	-26.1%	7.6%	158	200	143	-20.9%	10.4%
Total Expenses	\$7,220	\$6,296	\$6,886	14.7%	4.8%	\$69,164	\$67,873	\$69,478	1.9%	-0.5%

a) This represents non-cash adjustments; the impact of discount and inflation rate changes and the actuarial revaluation of existing cases.

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USPS Preliminary Workhours (Unaudited)

August 2011

(Thousands)

	Current Period					Year-to-Date				
	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Workhours										
City Delivery	34,315	33,943	33,932	1.1%	1.1%	366,393	363,625	375,149	0.8%	-2.3%
Mail Processing	17,619	17,157	17,951	2.7%	-1.9%	197,709	190,325	206,729	3.9%	-4.4%
Customer Services	12,698	12,509	13,032	1.5%	-2.6%	138,202	136,982	147,844	0.9%	-6.5%
Rural Delivery	15,779	15,906	15,192	-0.8%	3.9%	163,265	163,704	162,593	-0.3%	0.4%
Other, including Plant and Vehicle Maintenance, Operational Support, Postmasters, and Administration	17,926	18,626	18,085	-3.8%	-0.9%	189,860	194,635	194,489	-2.5%	-2.4%
Total Workhours	98,336	98,142	98,192	0.2%	0.1%	1,055,430	1,049,270	1,086,804	0.6%	-2.9%

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