

**UNITED STATES POSTAL SERVICE**

**FY 2015**

**CONGRESSIONAL BUDGET SUBMISSION**

**BUDGET WORKPAPERS**

**U.S. POSTAL SERVICE  
FISCAL YEAR 2015  
PRESIDENT'S BUDGET HIGHLIGHTS**

<b>ITEM</b>	<b>FY 2013 ACTUAL</b>	<b>USPS FY 2014 ESTIMATE</b>	<b>OMB PROPOSED ADJ.</b>	<b>OMB FY 2014 ESTIMATE</b>	<b>USPS FY 2015 ESTIMATE</b>	<b>OMB PROPOSED ADJ.</b>	<b>OMB FY 2015 ESTIMATE</b>
<b>Workyears</b>	625,497	604,550		604,550	594,417		594,417
<b>Mail Volume (Millions of Pieces)</b>	158,384	153,978		153,978	150,962		150,962
<b>Mail Volume (Percent Change Over Previous Year)</b>	-0.9%	-2.8%		-2.8%	-2.0%		-2.0%
<b>Workyears (Percent Change Over Previous Year)</b>	-3.7%	-3.3%		-3.3%	-1.7%		-1.7%
<b>Change in Pieces Per Workyear (Percent Change Over Previous Year)</b>	2.9%	0.6%		0.6%	-0.3%		-0.3%
<b>Total Revenues and Operating Receipts</b>	67,341,772	67,910,627		67,910,627	68,833,784		68,833,784
<b>Total Expenses</b>	72,318,858	72,463,528		72,463,528	73,667,845		73,667,845
<b>Net Income or (Loss)</b>	(4,977,085)	(4,552,901)		(4,552,901)	(4,834,061)		(4,834,061)
<b>Capital Commitments (\$000) Total</b>	753,689	1,200,000		1,200,000	1,842,169		1,842,169
<b>Capital Commitments (\$000) Current</b>	583,032	1,200,000		1,200,000	1,842,169		1,842,169
<b>Capital Outlays (\$000)</b>	679,257	1,011,613		1,011,613	1,463,244		1,463,244

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**COST SEGMENT 1  
Postmasters**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	28,184	26,263	(1,922)	-6.8%	23,551	(2,711)	-10.3%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	1,992,230	1,901,912	(90,317)	-4.5%	1,743,594	(158,318)	-8.3%
<b>Travel and Transportation of Persons</b>	25,051	26,201	1,149	4.6%	26,130	(70)	-0.3%
<b>Transportation of Things</b>	-	-	-	0.0%	-	-	0.0%
<b>Benefits of Former Personnel</b>	-	-	-	0.0%	-	-	0.0%
<b>Total</b>	2,017,281	1,928,113	(89,168)	-4.4%	1,769,725	(158,388)	-8.2%

**Description:**

This segment includes personnel costs that can be attributed to postmasters and district managers/postmasters. Segment 1 costs consist of the salaries, benefits, travel, and relocation costs recorded in general ledger sub-accounts 101 and 102. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 2  
Professionals and Supervisors**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	34,993	33,175	(1,818)	-5.2%	32,551	(624)	-1.9%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	3,157,100	3,059,244	(97,855)	-3.1%	3,060,628	1,384	0.0%
<b>Travel and Transportation of Persons</b>	18,443	19,289	845	4.6%	19,237	(52)	-0.3%
<b>Transportation of Things</b>	-	-	-	0.0%	-	-	0.0%
<b>Benefits of Former Personnel</b>	-	-	-	0.0%	-	-	0.0%
<b>Total</b>	3,175,543	3,078,533	(97,010)	-3.1%	3,079,865	1,332	0.0%

**Description:**

This segment includes personnel costs that can be attributed to supervisors and technical personnel in field installations, except those in custodial, building and equipment maintenance activities (Segment 11), motor vehicle service activities (Segment 12), and miscellaneous local operations (Segment 13). Managers of postal installations other than post offices are covered by this segment. Segment 2 costs consist of the salaries, benefits, travel, and relocation costs recorded in general ledger sub-accounts 103 and 130. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 3  
Clerks and Mail Handlers CAG A-J**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	195,928	185,178	(10,750)	-5.5%	180,632	(4,546)	-2.5%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	13,721,544	13,334,967	(386,578)	-2.8%	13,132,374	(202,593)	-1.5%
<b>Travel and Transportation of Persons</b>	12,023	12,574	551	4.6%	12,540	(34)	-0.3%
<b>Transportation of Things</b>	-	-	-	0.0%	-	-	0.0%
<b>Benefits of Former Personnel</b>	(0)	(0)	0	-99.9%	(0)	(0)	0.0%
<b>Total</b>	13,733,567	13,347,541	(386,026)	-2.8%	13,144,914	(202,627)	-1.5%

**Description:**

This segment includes personnel costs that can be attributed to clerks and mail handler personnel in CAG A-J post offices, their classified stations and branches, processing and distribution centers/facilities, air mail centers, facilities, bulk mail centers, and remote encoding centers. Segment 3 costs consist of the salaries, benefits, travel and relocation recorded in general ledger sub-accounts 104 and 107. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 4  
Clerks CAG K**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	101	99	(2)	-1.9%	98	(1)	-1.1%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	5,700	5,821	121	2.1%	5,928	107	1.8%
<b>Travel and Transportation of Persons</b>	73	77	3	4.6%	76	(0)	-0.3%
<b>Transportation of Things</b>	-	-	-	0.0%	-	-	0.0%
<b>Benefits of Former Personnel</b>	-	-	-	0.0%	-	-	0.0%
<b>Total</b>	5,773	5,898	125	2.2%	6,004	106	1.8%

**Description:**

This segment includes personnel costs that can be attributed to clerks in CAG K post offices. Segment 4 costs consist of the salaries, benefits, travel and relocation recorded in general ledger sub-account 105. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 6  
City Delivery Carriers**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	206,146	204,032	(2,114)	-1.0%	202,643	(1,389)	-0.7%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	15,628,838	15,086,879	(541,959)	-3.5%	15,196,755	109,876	0.7%
<b>Travel and Transportation of Persons</b>	4,841	5,062	222	4.6%	5,049	(14)	-0.3%
<b>Transportation of Things</b>	-	-	-	0.0%	-	-	0.0%
<b>Benefits of Former Personnel</b>	(0)	(0)	0	-99.9%	(0)	(0)	0.0%
<b>Total</b>	15,633,678	15,091,941	(541,737)	-3.5%	15,201,804	109,862	0.7%

**Description:**

This segment includes personnel costs that can be attributed to city delivery carriers. Segment 6 includes office activity, and segment 7 includes street activity.

Segment 6 and 7 costs consist of the salaries, benefits, travel and relocation recorded in general ledger sub-account 113.

Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 8  
Vehicle Drivers**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	8,151	8,161	10	0.1%	8,196	35	0.4%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	604,272	612,604	8,332	1.4%	619,480	6,876	1.1%
<b>Travel and Transportation of Persons</b>	46	48	2	4.6%	48	(0)	-0.3%
<b>Transportation of Things</b>	-	-	-	0.0%	-	-	0.0%
<b>Benefits of Former Personnel</b>	-	-	-	0.0%	-	-	0.0%
<b>Total</b>	604,318	612,652	8,334	1.4%	619,527	6,876	1.1%

**Description:**

This segment includes personnel costs that can be attributed to vehicle service drivers. Segment 8 costs consist of the salaries, benefits, travel and relocation costs recorded in general ledger sub-account 114. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 10  
Rural Carriers**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	96,157	96,574	417	0.4%	97,406	832	0.9%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	6,215,908	6,410,990	195,082	3.1%	6,576,127	165,137	2.6%
<b>Travel and Transportation of Persons</b>	2,335	2,388	53	2.3%	2,382	(6)	-0.3%
<b>Transportation of Things</b>	557,904	558,436	531	0.1%	565,761	7,325	1.3%
<b>Benefits of Former Personnel</b>	-	-	-	0.0%	-	-	0.0%
<b>Total</b>	6,776,148	6,971,814	195,666	2.9%	7,144,270	172,456	2.5%

**Description:**

This segment includes personnel costs that can be attributed to rural carriers. Segment 10 costs consist of the salaries, benefits, travel and relocation costs recorded in general ledger sub-account 112. Also included are amounts recorded in account identifier codes related to the same sub-accounts. Rural carrier equipment maintenance allowance costs (52462) are included in this segment.

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**COST SEGMENT 11  
Building, Plant and Operating Equipment**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	38,144	33,374	(4,769)	-12.5%	31,636	(1,738)	-5.2%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	2,986,540	2,611,125	(375,415)	-12.6%	2,496,730	(114,396)	-4.4%
<b>Travel and Transportation of Persons</b>	6,432	6,726	293	4.6%	6,708	(18)	-0.3%
<b>Transportation of Things</b>	-	-	-	0.0%	-	-	0.0%
<b>Benefits of Former Personnel</b>	-	-	-	0.0%	-	-	0.0%
<b>Other Services</b>	63,536	65,346	1,809	2.8%	66,909	1,564	2.4%
<b>Total</b>	3,056,509	2,683,197	(373,312)	-12.2%	2,570,347	(112,850)	-4.2%

**Description:**

This segment includes all personnel costs, including supervision, that can be attributed to building services, postal operating, building, and plant equipment maintenance, maintenance administrative support, and repair center activities. Segment 11 costs consist of the salaries, benefits, travel and relocation recorded in general ledger sub-accounts 121, 123, 125, 127, and 153. Also included are amounts recorded in account identifier codes related to the same sub-accounts. Costs for contract cleaners (52311) are included in this segment.

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**COST SEGMENT 12  
Vehicle Maintenance**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	5,723	5,721	(2)	0.0%	5,730	9	0.2%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	449,853	456,794	6,941	1.5%	463,968	7,174	1.6%
<b>Travel and Transportation of Persons</b>	186	192	6	3.4%	192	(1)	-0.3%
<b>Transportation of Things</b>	17,933	14,267	(3,666)	-20.4%	14,286	18	0.1%
<b>Benefits of Former Personnel</b>	-	-	-	0.0%	-	-	0.0%
<b>Communication, Utilities, and Misc.</b>	9	9	1	6.8%	10	0	2.6%
<b>Other Services</b>	214,389	228,659	14,270	6.7%	234,664	6,005	2.6%
<b>Supplies and Materials</b>	453,166	484,437	31,271	6.9%	497,408	12,972	2.7%
<b>Inventory Adjustments</b>	370,149	395,166	25,017	6.8%	405,610	10,444	2.6%
<b>Total</b>	1,505,684	1,579,525	73,841	4.9%	1,616,137	36,612	2.3%

**Description:**

This segment includes all personnel costs, including supervision, that can be attributed to motor vehicle maintenance services. Segment 11 costs consist of the salaries, benefits, travel and relocation recorded in general ledger sub-account 141. Also included are amounts recorded in account identifier codes related to the same sub-accounts. Costs for motor vehicle supplies, materials, maintenance, and vehicle hire are included in this segment.

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**COST SEGMENT 13  
Miscellaneous Field Operations**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	329	329	-	0.0%	329	-	0.0%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	316,455	312,130	(4,326)	-1.4%	317,476	5,347	1.7%
<b>Travel and Transportation of Persons</b>	10,007	10,106	99	1.0%	10,093	(13)	-0.1%
<b>Transportation of Things</b>	43,844	43,049	(795)	-1.8%	43,781	732	1.7%
<b>Benefits of Former Personnel</b>	-	-	-	0.0%	-	-	0.0%
<b>Communication, Utilities, and Misc.</b>	2	2	-	0.0%	2	-	0.0%
<b>Other Services</b>	75,537	77,689	2,151	2.8%	79,548	1,859	2.4%
<b>Supplies and Materials</b>	184,410	176,809	(7,601)	-4.1%	178,899	2,090	1.2%
<b>Total</b>	630,256	619,784	(10,472)	-1.7%	629,800	10,015	1.6%

**Description:**

This segment includes personnel costs that can be attributed to the Mail Equipment Shops, the facility field offices, and the purchasing field service centers. Segment 13 costs consist of the salaries, benefits, travel and relocation costs recorded in general ledger sub-accounts 142, 146, and 148. Also included are amounts recorded in account identifier codes related to the same sub-accounts.

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**COST SEGMENT 14  
Transportation**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	-	-	-	0.0%	-	-	0.0%
<b>Expenses (\$000):</b>							
<b>Transportation of Things</b>	6,734,660	6,743,347	8,687	0.1%	6,999,070	255,723	3.8%
<b>Total</b>	6,734,660	6,743,347	8,687	0.1%	6,999,070	255,723	3.8%

**Description:**

This segment includes the cost of non-Postal Service contractual resources used to transport domestic mail between Postal Service facilities within the United States of America. Air, highway, rail, and water transportation modes are included. (The cost of Postal Services used to transport mail, which include Vehicle Service Drivers and Postal Service owned vehicles, are included in Cost Segment 8.) This segment also includes the costs of transporting international mail between the United States and foreign countries, and the impact on international mail transportation of fluctuations in the international currency conversion exchange rates, known as Special Drawing Rights, or SDR's. The cost of overseas military and official U. S. Government mail and an exactly offsetting reimbursement from the U. S. Government is also included in this segment.

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**COST SEGMENT 15  
Building Occupancy**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	-	-	-	0.0%	-	-	0.0%
<b>Expenses (\$000):</b>							
<b>Transportation of Things</b>	326	320	(6)	-1.8%	325	5	1.7%
<b>Rental Payments to GSA</b>	37,032	37,881	848	2.3%	38,573	692	1.8%
<b>Rental Payments to Others</b>	987,624	1,010,247	22,624	2.3%	1,028,705	18,457	1.8%
<b>Communications, Utilities, and Misc</b>	669,908	673,814	3,906	0.6%	672,875	(939)	-0.1%
<b>Other Services</b>	170,621	176,973	6,353	3.7%	179,014	2,040	1.2%
<b>Equipment</b>	-	-	-	0.0%	-	-	0.0%
<b>Capitalized Leases</b>	(98,302)	(100,554)	(2,252)	2.3%	(102,391)	(1,837)	1.8%
<b>Total</b>	1,767,209	1,798,682	31,473	1.8%	1,817,100	18,419	1.0%

**Description:**

This segment includes the non-capital related non-personnel costs of occupying and maintaining Postal Service owned and rented facilities. These costs include rent, heating fuel, building repairs and alterations, and utilities, such as gas, electricity, water, and voice telephone.

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**COST SEGMENT 16  
Supplies and Services**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	252	252	-	0.0%	252	-	0.0%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	21,408	22,037	629	2.9%	22,532	495	2.2%
<b>Travel and Transportation of Persons</b>	52	54	2	4.6%	54	(0)	-0.3%
<b>Transportation of Things</b>	66	61	(5)	-7.0%	63	2	3.4%
<b>Benefits of Former Personnel</b>	-	-	-	0.0%	-	-	0.0%
<b>Communications, Utilities and Misc.</b>	118,079	119,868	1,789	1.5%	121,244	1,376	1.1%
<b>Printing and Reproduction</b>	59,218	45,402	(13,816)	-23.3%	44,986	(416)	-0.9%
<b>Other Services</b>	1,508,722	1,645,012	136,290	9.0%	1,573,089	(71,923)	-4.4%
<b>Supplies and Materials</b>	722,090	791,516	69,426	9.6%	778,995	(12,521)	-1.6%
<b>Equipment</b>	1,536	1,299	(237)	-15.4%	1,314	15	1.2%
<b>Inventory Adjustments</b>	260,343	264,412	4,069	1.6%	265,118	706	0.3%
<b>Total</b>	2,691,515	2,889,661	198,147	7.4%	2,807,395	(82,266)	-2.8%

**Description:**

This segment includes the non-personnel cost of supplies and spare parts, and the personnel cost of employees at Material Distribution Centers who purchase and maintain inventories of postal supplies and spare parts, and then distribute them to postal installations. Also included is the cost of printing and reproduction including postage stock and other accountable paper, and the cost of contractual and other services, except those related to the transportation of mail which are included in Cost Segment 14, and those related to Headquarters Administration which are included in Cost Segment 18.

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**COST SEGMENT 17  
Research and Development**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	-	-	-	0.0%	-	-	0.0%
<b>Expenses (\$000):</b>							
<b>Other Services</b>	21,450	22,302	852	4.0%	22,540	238	1.1%
<b>Total</b>	21,450	22,302	852	4.0%	22,540	238	1.1%

**Description:**

This segment includes the costs of contractual services related to Research and Development (R&D) initiatives on new technologies and equipment which primarily include efforts to improve mail processing technology, delivery and retail technology, construction engineering, and field industrial engineering. Personnel costs for Postal Service employees engaged in R&D activities are described in Segment 18.

**ACTUAL FISCAL YEAR: 2013**

**U.S. POSTAL SERVICE  
FISCAL YEAR 2015  
PRESIDENT'S BUDGET HIGHLIGHTS**

**COST SEGMENT 18  
Administration and Area Operations**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	11,360	11,362	2	0.0%	11,362	-	0.0%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	8,103,081	8,540,571	437,490	5.4%	9,488,518	947,947	11.1%
<b>Travel and Transportation of Persons</b>	32,482	33,966	1,484	4.6%	33,874	(91)	-0.3%
<b>Transportation of Things</b>	-	-	-	0.0%	-	-	0.0%
<b>Benefits of Former Personnel</b>	3,292,711	3,172,446	(120,265)	-3.7%	3,314,505	142,058	4.5%
<b>Communications, Utilities and Misc.</b>	-	-	-	0.0%	-	-	0.0%
<b>Printing and Reproduction</b>	3,459	3,392	(67)	-1.9%	3,451	59	1.7%
<b>Other Services</b>	209,270	853,962	644,692	308.1%	856,246	2,284	0.3%
<b>Supplies and Materials</b>	270	206	(64)	-23.8%	210	4	2.0%
<b>Equipment</b>	50	52	2	4.7%	53	1	1.2%
<b>Total</b>	11,641,323	12,604,594	963,272	8.3%	13,696,856	1,092,262	8.7%

**Description:**

This segment includes the personnel cost of employees at Headquarters, Headquarters related Field Service Units, and Area offices. Non-personnel costs specifically related to Headquarters or Area Administration, and miscellaneous support costs and contingencies which are corporatewide in nature are also included. Other costs included are awards and lump sum payments made to employees whose personnel costs are included in Segments 15, 16, 17, and 19 and corporatewide personnel costs which are not allocated by employee category. Only those awards and lump sum payments which relate to individual performance or some other circumstance unique to one individual are included in Segment 18. Awards and lump sum payments that are made to all or most employees in an employee category are included with the personnel cost of that employee category. Corporatewide personnel costs include workers' compensation, unemployment compensation, CSRS unfunded liabilities, CSRS annuitant COLAs, annuitant health benefits, annuitant life insurance, repricing of annual leave, annuity protection program, and health benefits for employees on worker's compensation.

**ACTUAL FISCAL YEAR: 2013**

**U.S. POSTAL SERVICE  
FISCAL YEAR 2015  
PRESIDENT'S BUDGET HIGHLIGHTS**

**COST SEGMENT 19  
Support Services**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	30	30	-	0.0%	30	-	0.0%
<b>Expenses (\$000):</b>							
<b>Salaries and Benefits</b>	3,672	3,736	64	1.7%	3,796	60	1.6%
<b>Travel and Transportation of Persons</b>	200	209	9	4.6%	208	(1)	-0.3%
<b>Transportation of Things</b>	-	-	-	0.0%	-	-	0.0%
<b>Benefits of Former Personnel</b>	-	-	-	0.0%	-	-	0.0%
<b>Other Services</b>	41,830	84,909	43,080	103.0%	84,691	(218)	-0.3%
<b>Supplies and Materials</b>	431	882	452	104.8%	880	(2)	-0.3%
<b>Total</b>	46,132	89,737	43,604	94.5%	89,576	(161)	-0.2%

**Description:**

This segment includes the non-personnel cost of equipment maintenance training supplies and services, and the personnel cost of employees at the Maintenance Technical Support Center.

**USPS Data versus OMB Final Published (\$000)**

<b>Administration and Area Operations (pg 16)</b>	11,641	12,605	13,697	
<b>Support Services (pg 17)</b>	46	90	90	
<b>0806 Administration and Area Oper. (MAX)</b>	11,687	12,694	13,786	Submitted by USPS via MAX
<b>0806 Administration and Area Oper. (OMB)</b>	11,687	21,394	19,247	Final OMB data published in Budget

**ACTUAL FISCAL YEAR: 2013**

**U.S. POSTAL SERVICE  
FISCAL YEAR 2015  
PRESIDENT'S BUDGET HIGHLIGHTS**

**COST SEGMENT 20  
Depreciation and Servicewide**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	-	-	-	0.0%	-	-	0.0%
<b>Expenses (\$000):</b>							
<b>Other Services</b>	2,471	2,689	218	8.8%	2,735	46	1.7%
<b>Supplies and Materials</b>	5,034	3,614	(1,420)	-28.2%	3,527	(87)	-2.4%
<b>Equipment</b>	-	-	-	0.0%	-	-	0.0%
<b>Insurance Claims and Indemnities</b>	101,913	102,219	306	0.3%	103,948	1,729	1.7%
<b>Interest</b>	191,947	185,233	(6,714)	-3.5%	201,205	15,972	8.6%
<b>Land and Structures</b>	-	-	-	0.0%	-	-	0.0%
<b>Depreciation</b>	1,976,446	2,102,453	126,007	6.4%	2,141,498	39,045	1.9%
<b>Total</b>	2,277,812	2,396,208	118,396	5.2%	2,452,914	56,706	2.4%

**Description:**

This segment includes the cost of capital plant and equipment which consists of depreciation, amortization, and interest on debt. All Postal Service debt currently outstanding was incurred for the acquisition of capital. Also included in Segment 20 are claims, losses, and other non-capital amounts written off. Interest on retirement liabilities is reflected in Segment 20 so that all interest is included together in the same segment.

**ACTUAL FISCAL YEAR: 2013**

**U.S. POSTAL SERVICE  
FISCAL YEAR 2015  
PRESIDENT'S BUDGET HIGHLIGHTS**

**COST SEGMENT 21  
Capital Investments**

	<b>Actual FY 2013</b>	<b>Estimate FY 2014</b>	<b>Change Amount FY 2014</b>	<b>Percent FY 2014</b>	<b>Estimate FY 2015</b>	<b>Change Amount FY 2015</b>	<b>Percent FY 2015</b>
<b>Resources:</b>							
<b>Positions</b>							
<b>Workyears</b>	-	-	-	0.0%	-	-	0.0%
<b>Expenses (\$000):</b>							
<b>Construction</b>	43,898	250,016	206,118	469.5%	487,000	236,984	94.8%
<b>Building Improvements</b>	323,077	100,000	(223,077)	-69.0%	100,000	-	0.0%
<b>Mail Processing Equipment</b>	5,481	226,279	220,798	4028.5%	375,176	148,897	65.8%
<b>Vehicles</b>	12,387	135,560	123,173	994.4%	535,345	399,785	294.9%
<b>Retail Equipment</b>	4,606	66,000	61,394	1333.1%	149,245	83,245	126.1%
<b>Postal Support Equipment</b>	364,241	422,146	57,905	15.9%	195,404	(226,742)	-53.7%
<b>Total</b>	753,689	1,200,000	446,311	59.2%	1,842,169	642,169	53.5%

*Continued on next page:*

**ACTUAL FISCAL YEAR: 2013**

**U.S. POSTAL SERVICE  
FISCAL YEAR 2015  
PRESIDENT'S BUDGET HIGHLIGHTS**

**COST SEGMENT 21  
Capital Investments (continued)**

**Descriptions:**

***Construction and Building Improvements***

This category includes funds for acquisition of sites, design and construction of new postal owned buildings, purchase of existing facilities, and improvement to existing leased and owned post office buildings.

***Mail Processing Equipment:***

The funds planned in this program are for the purchase of fixed mechanization, non-fixed mechanization and other mail handling equipment. Fixed mechanization is custom made to meet the requirements for a particular mail handling operation or a specific building. Non-fixed mechanization consists of automated modules of equipment such as optical character readers, bar code sorters, expanded zip retrofit kits, etc. This program is directed toward reducing costs in mail processing operations.

***Vehicles:***

The vehicle program consists of four vehicle requirement categories: carrier motorization, bulk transfer vehicles for delivery and intra/inter transport of the mails, law enforcement vehicles for postal inspector surveillance, and other maintenance of vehicles and buildings.

***Customer Service Equipment:***

This equipment supports post office lobby, window, and self-service programs. The Postal Service's objective is to render new and improved services to postal customers in the retail areas of post offices.

***Postal Support Equipment:***

Support equipment consists of such items as office machines and furniture, maintenance equipment, and automatic data processing equipment.

**ACTUAL FISCAL YEAR: 2013**

**UNITED STATES POSTAL SERVICE**

**FY 2015**

**CONGRESSIONAL BUDGET SUBMISSION**

**SUMMARY TABLES SE-1, SE-2, SE-6**

**UNITED STATES POSTAL SERVICE**

**FY 2015**

**CONGRESSIONAL BUDGET SUBMISSION**

**SUMMARY TABLE SE-1**

**U. S. POSTAL SERVICE  
MAIL VOLUME AND REVENUE  
FISCAL YEARS 2013 - 2015  
(IN THOUSANDS)**

CLASSIFICATION	FY 2013 ACTUAL				FY 2014 ESTIMATE				FY 2015 ESTIMATE			
	PIECES OR TRANS- ACTIONS	% CHG FROM SPLY	POSTAL REVENUE	% CHG FROM SPLY	PIECES OR TRANS- ACTIONS	% CHG FROM SPLY	POSTAL REVENUE	% CHG FROM SPLY	PIECES OR TRANS- ACTIONS	% CHG FROM SPLY	POSTAL REVENUE	% CHG FROM SPLY
OPERATING REVENUES												
FIRST CLASS	66,627,284	-3.96%	29,791,337	-1.48%	62,529,086	-6.15%	29,503,071	-0.97%	59,062,085	-5.54%	28,899,960	-2.04%
EXPRESS MAIL	39,116	-1.78%	794,090	-0.93%	34,111	-12.80%	732,575	-7.75%	32,641	-4.31%	718,896	-1.87%
MAILGRAMS	...		...		...		...		...		...	
PRIORITY (HEAVY PIECES)	873,312	6.01%	6,386,731	7.59%	943,624	8.05%	7,113,434	11.38%	989,908	4.90%	7,598,466	6.82%
PERIODICALS	6,358,973	-5.67%	1,651,514	-4.16%	6,107,956	-3.95%	1,667,597	0.97%	5,827,753	-4.59%	1,634,947	-1.96%
STANDARD MAIL	80,987,796	1.49%	17,273,319	3.74%	80,817,485	-0.21%	17,759,305	2.81%	81,382,594	0.70%	18,335,098	3.24%
PACKAGE SERVICES	1,906,937	17.04%	3,140,059	3.23%	2,157,063	13.12%	4,068,069	29.55%	2,311,734	7.17%	4,442,619	9.21%
U.S. POSTAL SERVICE MAIL	633,644	43.98%	...		462,793	-26.96%	...		444,121	-4.03%	...	
FREE-FOR-THE-BLIND MAIL	54,792	-3.71%	...		52,185	-4.76%	...		50,072	-4.05%	...	
INTERNATIONAL (FEES INCL)	902,417	-2.53%	2,970,113	6.98%	873,248	-3.23%	3,178,162	7.00%	861,054	-1.40%	3,329,506	4.76%
DOMESTIC FEES	...		203,193	-4.91%	...		203,572	0.19%	...		200,817	-1.35%
TOTAL VOLUME & REVENUE FROM MAIL	158,384,271	-0.91%	62,210,355	1.35%	153,977,550	-2.78%	64,225,784	3.24%	150,961,962	-1.96%	65,160,310	1.46%
SPECIAL SERVICES & OTHER:												
BOX RENTS	...		889,298	6.32%	...		953,247	7.19%	...		1,002,819	5.20%
MONEY ORDER FEES	102,507	-5.82%	154,965	-6.13%	96,257	-6.10%	154,455	-0.33%	91,109	-5.35%	149,402	-3.27%
SPECIAL SERVICES	2,439,080	1.42%	1,740,975	-5.75%	2,798,507	14.74%	1,695,352	-2.62%	3,027,852	8.20%	1,713,822	1.09%
OTHER REVENUE NET	...		917,444	12.44%	...		745,654	-18.72%	...		709,266	-4.88%
TOTAL SPEC. SVCS.& OTHER REVENUE	...		3,702,681	1.04%	...		3,548,709	-4.16%	...		3,575,309	0.75%
TOTAL OPERATING REVENUE	...		65,913,037	1.33%	...		67,774,493	2.82%	...		68,735,619	1.42%
APPROPRIATIONS												
APPROPRIATIONS REVENUE	...		88,899	-49.21%	...		113,702	27.90%	...		76,169	-33.01%
TOTAL REVENUES	...		66,001,936	1.19%	...		67,888,194	2.86%	...		68,811,788	1.36%
INTEREST & INVEST. INCOME	...		24,147	-2.07%	...		22,433	-7.10%	...		21,996	-1.95%
Deferred Revenue Prepaid Postage Change in Estimate			1,315,689									
TOTAL REVENUE	...		67,341,772	3.21%	...		67,910,627	0.84%	...		68,833,784	1.36%

ACTUAL FISCAL YEAR: 2013

**UNITED STATES POSTAL SERVICE**

**FY 2015**

**CONGRESSIONAL BUDGET SUBMISSION**

**SUMMARY TABLE SE-2**

**U. S. POSTAL SERVICE  
SPECIAL SERVICES TRANSACTIONS AND POSTAL REVENUE  
FISCAL YEARS 2013 - 2015  
(IN THOUSANDS)**

CLASSIFICATION SPECIAL SERVICES	FY 2013 ACTUAL				FY 2014 ESTIMATE				FY 2015 ESTIMATE			
	PIECES OR TRANS- ACTIONS	% CHG FROM SPLY	POSTAL REVENUE	% CHG FROM SPLY	PIECES OR TRANS- ACTIONS	% CHG FROM SPLY	POSTAL REVENUE	% CHG FROM SPLY	PIECES OR TRANS- ACTIONS	% CHG FROM SPLY	POSTAL REVENUE	% CHG FROM SPLY
REGISTRY	2,238	-7.31%	35,465	-10.16%	1,978	-11.62%	31,861	-10.16%	1,809	-8.57%	29,620	-7.03%
CERTIFIED	234,591	3.38%	716,997	8.24%	228,918	-2.42%	741,300	3.39%	229,948	0.45%	765,881	3.32%
INSURANCE	28,080	-6.76%	108,437	-0.07%	25,766	-8.24%	104,259	-3.85%	22,821	-11.43%	95,713	-8.20%
DELIVERY RECT SERVICE	157,614	-7.17%	357,126	-10.41%	145,976	-7.38%	349,697	-2.08%	139,562	-4.39%	343,505	-1.77%
COLLECT-ON-DELIVERY	486	-30.76%	4,432	-25.22%	454	-6.71%	4,512	1.82%	390	-14.07%	4,014	-11.04%
STAMPED ENVELOPES	-		12,295	-34.26%	-		21,129	71.85%	-		20,111	-4.82%
BOX RENT	...		889,298	6.32%	...		953,247	7.19%	...		1,002,819	5.20%
DELIVERY CONFIRMATION	1,891,703	2.53%	192,498	-40.42%	2,286,361	20.86%	159,726	-17.02%	2,524,564	10.42%	164,127	2.76%
OTHER	226,874	-4.94%	468,690	2.87%	155,146	...	437,322	-6.69%	148,558	...	440,253	0.67%
TOTAL SPECIAL SERVICES	2,541,587	1.11%	2,785,237	-2.23%	2,844,600	11.92%	2,803,054	0.64%	3,067,652	7.84%	2,866,043	2.25%

ACTUAL FISCAL YEAR: 2013

**UNITED STATES POSTAL SERVICE**

**FY 2015**

**CONGRESSIONAL BUDGET SUBMISSION**

**SUMMARY TABLE SE-6**

**U. S. POSTAL SERVICE  
SELECTED OPERATING STATISTICS  
FISCAL YEARS 2013 - 2015**

ITEM	FY2013 Actual	FY2014 Actual		FY2015 Estimate	
	AMOUNT	AMOUNT	% CHANGE FR SPLY	AMOUNT	% CHANGE FR SPLY
MAIL VOLUME (BILLIONS OF PIECES - GFY)	158.4	154.0	-2.8%	151.0	-2.0%
CITY DELIVERY:					
POSSIBLE DELIVERIES (MILL)	88.9	89.1	0.3%	89.4	0.3%
RURAL DELIVERY:					
NUMBER OF RURAL BOXES(MILL)	41.6	42.3	1.7%	43.1	1.7%
AVG DAILY ROUTE MILES (THOUS)	3,516	3,531	0.4%	3,547	0.4%
POST OFFICES:					
CAG A-J	7,898	7,898	0.0%	7,898	0.0%
CAG H-J	8,725	8,725	0.0%	8,725	0.0%
CAG K&L	10,047	10,047	0.0%	10,047	0.0%
TOTAL	26,670	26,670	0.0%	26,670	0.0%
CONTRACT STATIONS	3,110	3,110	0.0%	3,110	0.0%
INTERIOR SPACE OCCUPIED: (THOUSANDS OF SQ. FT.)					
	279,134	279,134	0.0%	279,134	0.0%

**ACTUAL FISCAL YEAR: 2013**