

USPS Preliminary Financial Information (Unaudited)

JULY 2010

(\$ Millions)

	Current Period					Year-to-Date				
	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Operating Revenue:										
Mail and Services Revenue	\$5,319	\$5,256	\$5,402	1.2%	-1.5%	\$56,323	\$55,119	\$57,675	2.2%	-2.3%
Government Appropriations	\$11	\$11	\$11	0.0%	-3.7%	\$105	\$105	\$110	0.0%	-4.8%
Total Operating Revenue	\$5,330	\$5,266	\$5,413	1.2%	-1.5%	\$56,427	\$55,223	\$57,785	2.2%	-2.3%
Operating Expenses:										
Personnel Compensation and Benefits	\$4,877	\$4,866	\$5,061	0.2%	-3.6%	\$50,078	\$48,180	\$50,657	3.9%	-1.1%
Transportation	\$464	\$472	\$482	-1.8%	-3.8%	\$4,884	\$4,979	\$5,083	-1.9%	-3.9%
Supplies and Services	\$166	\$210	\$170	-20.6%	-2.4%	\$1,821	\$1,977	\$1,898	-7.9%	-4.0%
Other Expenses	\$575	\$616	\$555	-6.5%	3.6%	\$5,678	\$5,770	\$5,667	-1.6%	0.2%
Total Operating Expenses	\$6,082	\$6,163	\$6,268	-1.3%	-3.0%	\$62,461	\$60,906	\$63,305	2.6%	-1.3%
Net Operating Income	(\$753)	(\$897)	(\$856)			(\$6,034)	(\$5,683)	(\$5,520)		
Interest Income	\$2	\$2	\$2	2.6%	-3.5%	\$21	\$20	\$21	3.1%	-1.9%
Interest Expense	\$13	\$21	\$12	-36.9%	14.4%	\$130	\$169	\$57	-23.3%	129.7%
Net Income/Loss	(\$764)	(\$916)	(\$865)			(\$6,143)	(\$5,832)	(\$5,555)		
Other Operating Statistics:										
Mail Volume: (Millions)										
Total Mailing Services Volume	13,655	13,180	13,529	3.6%	0.9%	141,530	137,590	148,042	2.9%	-4.4%
Total Shipping Services Volume	106	110	105	-3.6%	0.4%	1,193	1,198	1,164	-0.4%	2.4%
Total Mail Volume	13,761	13,290	13,635	3.5%	0.9%	142,722	138,788	149,206	2.8%	-4.3%
Total Workhours (Millions)	97	94	102	2.6%	-5.0%	989	975	1,057	1.4%	-6.5%
Total Career Employees						586,852				
Total Non-Career Employees						88,220				

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

JULY 2010

(Thousands)

	Current Period			Year-to-Date		
	Actual	SPLY	% SPLY	Actual	SPLY	% SPLY
Mailing Services:						
<i>First Class:</i>						
Volume*	6,302,565	6,540,419	-3.6%	66,378,435	70,870,510	-6.3%
Revenue	\$2,735,064	\$2,839,531	-3.7%	\$28,916,045	\$30,220,968	-4.3%
<i>Standard Mail:</i>						
Volume*	6,689,328	6,276,787	6.6%	68,036,007	69,400,885	-2.0%
Revenue	\$1,409,927	\$1,345,053	4.8%	\$14,383,257	\$14,534,447	-1.0%
<i>Periodicals:</i>						
Volume*	570,893	618,020	-7.6%	6,161,113	6,723,510	-8.4%
Revenue	\$141,788	\$154,691	-8.3%	\$1,569,559	\$1,711,616	-8.3%
<i>Package Services:</i>						
Volume*	52,855	51,644	2.3%	548,502	613,914	-10.7%
Revenue	\$111,572	\$124,335	-10.3%	\$1,255,130	\$1,418,930	-11.5%
Total Mailing Services:						
Volume*	13,655,216	13,529,372	0.9%	141,529,643	148,041,835	-4.4%
Revenue **	\$4,690,425	\$4,772,178	-1.7%	\$49,233,894	\$50,971,740	-3.4%
Total Shipping Services:						
Volume*	105,594	105,152	0.4%	1,192,793	1,164,432	2.4%
Revenue	\$641,468	\$642,830	-0.2%	\$7,214,334	\$6,834,687	5.6%
Postal Service Totals						
Volume*	13,760,810	13,634,524	0.9%	142,722,436	149,206,266	-4.3%
Revenue	\$5,331,894	\$5,415,008	-1.5%	\$56,448,228	\$57,806,426	-2.3%

* 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)

JULY 2010

(\$ Millions)

	Current Period					Year-to-Date				
	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Personnel Compensation and Benefits:										
Salaries & Benefits										
City Delivery	\$1,432	\$1,343	\$1,433	6.6%	-0.1%	\$14,146	\$13,807	\$14,304	2.4%	-1.1%
Mail Processing	741	675	800	9.7%	-7.4%	7,846	7,349	8,560	6.8%	-8.3%
Customer Services and Retail	535	501	580	6.7%	-7.8%	5,511	5,342	6,045	3.2%	-8.8%
Rural Delivery	512	512	500	-0.1%	2.3%	4,961	4,981	4,967	-0.4%	-0.1%
Other, including Plant and Vehicle Maintenance, Operational Support, Postmasters, and Administration	873	1,052	983	-17.0%	-11.1%	\$8,119	\$8,789	\$8,449	-7.6%	-3.9%
Total Salaries & Benefits	\$4,092	\$4,083	\$4,296	0.2%	-4.7%	\$40,582	\$40,269	\$42,326	0.8%	-4.1%
Other Personnel Related Expenses										
Retiree Health Benefits	\$655	\$650	\$623	0.7%	5.1%	\$6,445	\$6,437	\$6,146	0.1%	4.9%
Worker's Compensation	106	104	120	1.4%	-11.7%	2,638	1,045	1,934	152.5%	36.4%
All Other Personnel Related Expenses	24	28	22	-13.9%	9.5%	412	430	252	-4.0%	64.0%
Total Other Personnel Related Expenses	\$784	\$782	\$765	0.3%	2.6%	\$9,495	\$7,912	\$8,331	20.0%	14.0%
Total Personnel Compensation and Benefits	\$4,877	\$4,866	\$5,061	0.2%	-3.6%	\$50,078	\$48,180	\$50,657	3.9%	-1.1%
Non-Personnel Expenses:										
Transportation	\$464	\$472	\$482	-1.8%	-3.8%	\$4,884	\$4,979	\$5,083	-1.9%	-3.9%
Supplies and Services	166	210	170	-20.6%	-2.4%	1,821	1,977	1,898	-7.9%	-4.0%
Depreciation and Amortization	208	190	183	9.3%	13.4%	2,050	1,922	1,880	6.7%	9.1%
Rent	88	89	89	-1.3%	-1.3%	880	901	906	-2.4%	-2.9%
Utilities and Heating Fuel	56	52	57	7.1%	-1.6%	517	516	574	0.1%	-10.0%
Vehicle Maintenance Service	54	69	63	-21.0%	-13.2%	668	638	626	4.7%	6.7%
Information Technology	46	63	46	-27.0%	-0.3%	331	464	348	-28.7%	-5.1%
Rural Carrier Equipment Maintenance Allowance	46	59	41	-22.1%	11.8%	443	453	429	-2.1%	3.3%
Other	78	94	77	-17.1%	1.8%	790	876	904	-9.8%	-12.6%
Total Non-Personnel Expenses	\$1,206	\$1,297	\$1,208	-7.1%	-0.2%	\$12,383	\$12,726	\$12,648	-2.7%	-2.1%
Total Operating Expenses	\$6,082	\$6,163	\$6,268	-1.3%	-3.0%	\$62,461	\$60,906	\$63,305	2.6%	-1.3%
Interest Expense	\$13	\$21	\$12	-36.9%	14.4%	\$130	\$169	\$57	-23.3%	129.7%
Total Expenses	\$6,096	\$6,184	\$6,280	-1.4%	-2.9%	\$62,591	\$61,075	\$63,361	2.5%	-1.2%

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USPS Preliminary Workhours (Unaudited)

JULY 2010

(Thousands)

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	Actual	Plan	SPLY	% Plan	% SPLY	Actual	Plan	SPLY	% Plan	% SPLY
Workhours										
City Delivery	33,709	32,417	34,727	4.0%	-2.9%	341,180	332,238	355,574	2.7%	-4.0%
Mail Processing	17,542	16,215	19,137	8.2%	-8.3%	188,775	177,737	212,786	6.2%	-11.3%
Customer Services	12,736	12,051	14,103	5.7%	-9.7%	134,793	129,753	150,895	3.9%	-10.7%
Rural Delivery	15,258	15,228	15,166	0.2%	0.6%	147,425	151,044	151,498	-2.4%	-2.7%
Other, including Plant and Vehicle Maintenance, Operational Support, Postmasters, and Administration	17,257	18,180	18,432	-5.1%	-6.4%	176,390	183,924	186,223	-4.1%	-5.3%
Total Workhours	96,502	94,091	101,565	2.6%	-5.0%	988,563	974,696	1,056,976	1.4%	-6.5%

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