

UNITED STATES
POSTAL SERVICE

FINANCIAL & OPERATING STATEMENTS

Accounting Period 9, PFY 2002

April 20 - May 17, 2002

Prepared by: Financial Reporting and Analysis

Highlights
Accounting Period 9, FY 2002
(Millions)

Accounting Period 9					
Actual	Budget	Var. to		SPLY *	% SPLY
		Budget	% Budget		
\$ 4,972.4	\$ 5,255.8	[\$ -283.4]	[-5.4]	\$ 5,069.4	-1.9
<u>5,276.1</u>	<u>5,501.2</u>	<u>-225.1</u>	<u>-4.1</u>	<u>5,196.9</u>	<u>1.5</u>
\$ (-303.7)	\$ (-245.4)	[\$ -58.3]	-	\$ (-127.5)	-
\$ 24.7	\$ 15.8	[\$ 8.9]	[56.3]	\$ 64.2	-61.5
118.5	121.3	-2.8	-2.3	124.3	-4.7

Year-to-Date					
Actual	Budget	Var. to		SPLY *	% SPLY
		Budget	% Budget		
\$ 46,288.6	\$ 48,581.3	[\$ -2,292.7]	[-4.7]	\$ 46,736.3	-1.0
<u>46,764.9</u>	<u>48,494.8</u>	<u>-1,729.9</u>	<u>-3.6</u>	<u>46,930.5</u>	<u>-0.4</u>
\$ (-476.3)	\$ 86.5	[\$ -562.8]	-	\$ -194.2	-
\$ 643.0	\$ 700.0	\$ -57.0	-8.1	\$ 630.2	2.0
1,081.6	1,106.2	-24.6	-2.2	1,136.2	-4.8

[] = Unfavorable variance to budget

Note: Totals may not sum due to rounding.

*SPLY data may differ from previous reports due to subsequent adjustments.

Actual Number Of:	Current Period	Last Period	SPLY
Post Offices	27,866	27,866	27,873
Active Postal Owned Vehicles			
Administrative	5,568	5,598	5,778
Operations	203,211	203,354	202,482
Possible City Deliveries (000)	84,074	84,031	83,625
City Delivery Routes	167,323	167,355	168,345
Rural Routes	69,570	69,603	68,521
Career Employees (Excludes Inspector General)	761,437	763,491	781,643
Casual Employees	20,966	22,342	31,971
Transitional Employees	12,312	12,179	13,842

Statement of Income & Expense
Accounting Period 9, FY 2002
(\$ Millions)

Current Period							Year-to-Date						
Actual	Budget	Var. to Budget	% Budget	SPLY *	% SPLY		Actual	Budget	Var. to Budget	% Budget	SPLY *	% SPLY	
\$ 4,968.5	\$ 5,253.7	[\$ -285.2]	[-5.4]	\$ 5,066.7	-1.9	Operating Revenue	\$ 46,262.7	\$ 48,560.7	[\$ -2,298.0]	[-4.7]	\$ 46,711.2	-1.0	
<u>5,123.0</u>	<u>5,347.2</u>	<u>-224.2</u>	<u>-4.2</u>	<u>5,048.9</u>	<u>1.5</u>	Operating Expense	<u>45,386.9</u>	<u>47,083.8</u>	<u>-1,696.9</u>	<u>-3.6</u>	<u>45,548.7</u>	<u>-0.4</u>	
\$ (-154.5)	\$ (-93.5)	[\$ -61.0]	-	\$ 17.8	-	Income (Loss) From Operations	\$ 875.8	\$ 1,476.9	[\$ -601.1]	-	\$ 1,162.5	-	
3.9	2.1	1.8	83.1	2.7	42.6	Investment Income	25.9	20.6	5.3	25.8	25.1	3.5	
-27.0	-27.9	-0.9	-3.2	-24.1	12.0	Interest Expense	-243.0	-276.0	-33.0	-11.9	-266.5	-8.8	
<u>-126.1</u>	<u>-126.1</u>	<u>0.0</u>	<u>-0.0</u>	<u>-123.9</u>	<u>1.8</u>	Interest on Deferred Ret. Liabilities	<u>-1,135.0</u>	<u>-1,135.0</u>	<u>0.0</u>	<u>0.0</u>	<u>-1,115.3</u>	<u>1.8</u>	
\$ (-303.7)	\$ (-245.4)	[\$ -58.3]	-	\$ (-127.5)	-	Income/(Loss)	\$ (-476.3)	\$ 86.5	[\$ -562.8]	-	\$ -194.2	-	

[]=Unfavorable variance to budget

Note: Totals may not sum due to rounding.

*SPLY data may differ from previous reports due to subsequent adjustments.

MAIL VOLUME - MAIL REVENUE

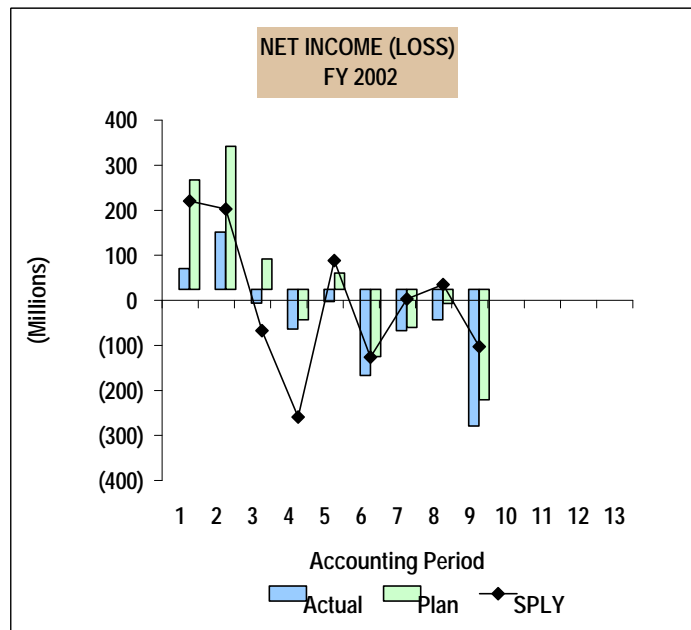
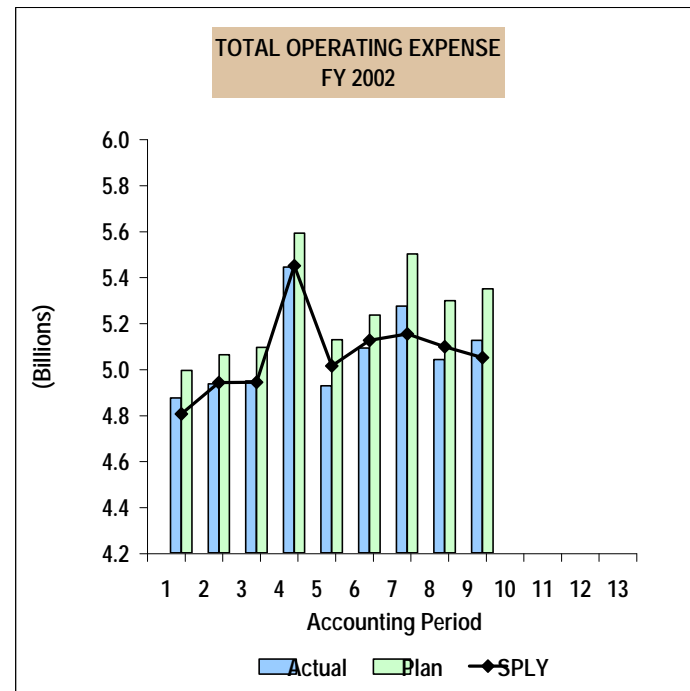
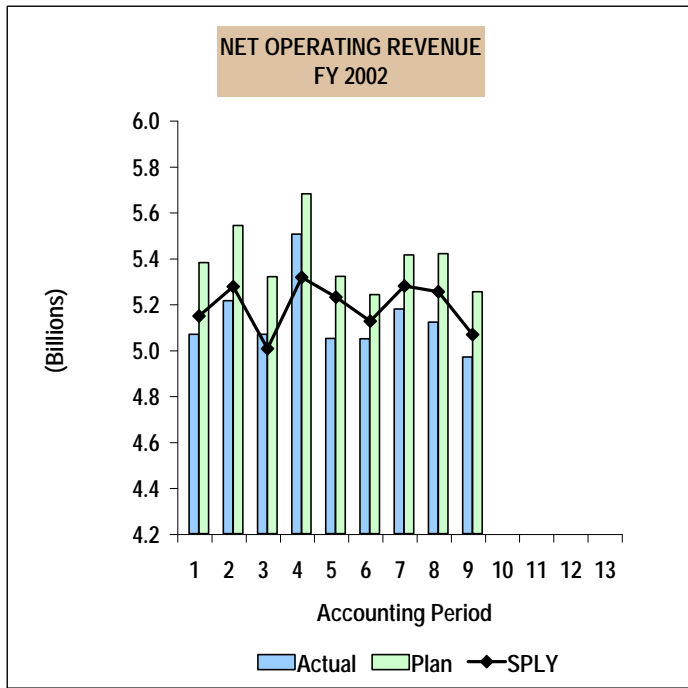
(Data in Thousands)

CATEGORY	CURRENT PERIOD			YEAR-TO-DATE		
	QTR III FY 2002	QTR III FY 2001	% SPLY	QTR III FY 2002	QTR III FY 2001	% SPLY
FIRST-CLASS						
VOLUME	23,689,935	23,921,304	- 1.0	72,018,008	73,243,813	- 1.7
REVENUE	\$ 8,363,813	\$ 8,397,183	- 0.4	\$ 25,269,782	\$ 25,272,947	- 0.0
REV/PC.	0.3531	0.3510	0.6	0.3509	0.3451	1.7
PRIORITY-MAIL						
VOLUME	241,397	263,816	- 8.5	731,320	837,558	- 12.7
REVENUE	\$ 1,093,521	\$ 1,183,856	- 7.6	\$ 3,400,540	\$ 3,604,913	- 5.7
REV/PC.	4.5300	4.4874	0.9	4.6499	4.3041	8.0
EXPRESS MAIL						
VOLUME	15,387	16,952	- 9.2	43,657	49,341	- 11.5
REVENUE	\$ 222,412	\$ 242,341	- 8.2	\$ 637,545	\$ 705,269	- 9.6
REV/PC.	14.4545	14.2957	1.1	14.6035	14.2938	2.2
PERIODICALS						
VOLUME	2,299,441	2,456,722	- 6.4	6,839,148	7,134,655	- 4.1
REVENUE	\$ 508,427	\$ 548,063	- 7.2	\$ 1,513,610	\$ 1,552,068	- 2.5
REV/PC.	0.2211	0.2231	- 0.9	0.2213	0.2175	1.7
STANDARD MAIL						
VOLUME	20,336,924	21,075,340	- 3.5	61,169,198	65,090,957	- 6.0
REVENUE	\$ 3,660,103	\$ 3,760,194	- 2.7	\$ 10,976,566	\$ 11,215,420	- 2.1
REV/PC.	0.1800	0.1784	0.9	0.1794	0.1723	4.1
PACKAGE SERVICES						
VOLUME	220,273	242,582	- 9.2	735,619	760,810	- 3.3
REVENUE	\$ 429,255	\$ 458,651	- 6.4	\$ 1,460,260	\$ 1,403,479	4.0
REV/PC.	1.9487	1.8907	3.1	1.9851	1.8447	7.6
INTERNATIONAL						
VOLUME	193,963	250,672	- 22.6	650,664	828,581	- 21.5
REVENUE	\$ 360,600	\$ 403,615	- 10.7	\$ 1,151,311	\$ 1,273,822	- 9.6
REV/PC.	1.8591	1.6101	15.5	1.7694	1.5374	15.1
ALL OTHER						
VOLUME	113,537	109,344	3.8	352,907	299,953	17.7
REVENUE	\$ 451	\$ 298	51.1	\$ 1,015	\$ 977	4.0
ALL MAIL _1/						
VOLUME	47,110,859	48,336,732	- 2.5	142,540,521	148,245,668	- 3.8
REVENUE	\$ 14,638,582	\$ 14,994,202	- 2.4	\$ 44,410,629	\$ 45,028,895	- 1.4
REV/PC.	0.3107	0.3102	0.2	0.3116	0.3037	2.6

_ 1/ Totals may not sum due to rounding.

_ 2/ Numbers are preliminary and are subject to change.

NOTE: "These estimates are PRELIMINARY estimates of revenue, pieces and weight by class.



*SPLY data may differ from previous reports due to subsequent adjustments.

REVENUE BY SOURCE
Accounting Period 9, FY 2002
(\$ Millions)

Current Period				Year-to-Date		
Actual	SPLY	% SPLY		Actual	SPLY	% SPLY
\$ 1,862.3	\$ 1,920.1	- 3.0	Operating Revenue:	\$ 17,414.4	\$ 17,767.5	- 2.0
			Metered Postage			
870.7	849.7	2.5	Stamps and Stamped Paper	8,080.2	8,271.2	- 2.3
1,110.9	1,134.4	- 2.1	Permit Imprint	10,338.2	10,490.2	- 1.4
165.6	174.6	- 5.2	Periodicals & Standard	1,500.3	1,538.1	- 2.5
64.9	62.1	4.5	Official Mail	618.8	562.9	9.9
700.9	723.2	- 3.1	Presort First-Class & Package Svc./Permit Imprint	6,503.4	6,218.6	4.6
50.8	54.4	- 6.6	Box Rents *	486.0	477.6	1.7
15.8	14.4	9.7	Money Order Fees	144.6	129.1	12.0
<u>122.9</u>	<u>128.7</u>	- 4.5	Other	<u>1,143.1</u>	<u>1,210.0</u>	- 5.5
\$ 4,964.8	\$ 5,061.6	- 1.9	Subtotal	\$ 46,229.0	\$ 46,665.2	- 0.9
			Government Appropriation:			
<u>3.7</u>	<u>5.1</u>	- 27.0	Revenue Forgone	<u>33.7</u>	<u>46.0</u>	- 26.7
\$ 4,968.5	\$ 5,066.7	- 1.9	Total Operating Revenue	\$ 46,262.7	\$ 46,711.2	- 1.0
<u>3.9</u>	<u>2.7</u>	42.6	Investment Income	<u>25.9</u>	<u>25.1</u>	3.5
\$ 4,972.4	\$ 5,069.4	- 1.9	Total Revenue	\$ 46,288.6	\$ 46,736.3	- 1.0

Note: Totals may not sum due to rounding.

*Beginning FY 2002, box rent revenue reporting has been modified.

REVENUE BY CATEGORY
Accounting Period 9, FY 2002
(\$ Millions)

Current Period				Year-to-Date		
Actual	Budget	% Budget		Actual	Budget	% Budget
			Commercial Revenue			
\$ 2,018.6	\$ 2,185.7	[7.6]	Permit Revenue	\$ 18,752.5	\$ 19,803.8	[5.3]
<u>1,673.2</u>	<u>1,804.8</u>	[7.3]	Other Commercial Accounts Revenue	<u>15,456.4</u>	<u>16,560.5</u>	[6.7]
\$ 3,691.8	\$ 3,990.5	[7.4]	Total Commercial Revenue	\$ 34,208.9	\$ 36,364.3	[5.9]
			Retail Revenue			
1,030.6	1,003.2	2.7	Retail Postage Revenue	9,741.8	9,804.1	[0.6]
73.0	72.5	0.7	Retail Services Revenue	676.3	654.2	3.4
9.5	10.4	[9.2]	Retail Products Revenue	88.6	97.8	[9.3]
<u>129.2</u>	<u>131.1</u>	[1.5]	Other Retail Channels Revenue	<u>1,218.4</u>	<u>1,239.6</u>	[1.7]
\$ 1,242.3	\$ 1,217.2	2.0	Total Retail Revenue *	\$ 11,725.1	\$ 11,795.7	[0.6]
\$ 4,934.1	\$ 5,207.7	[5.3]	Total Commercial & Retail Revenue	\$ 45,934.0	\$ 48,160.0	[4.6]
30.7	42.3	[27.1]	Other Income	295.0	367.0	[19.6]
<u>3.7</u>	<u>3.7</u>	0.0	Revenue Forgone	<u>33.7</u>	<u>33.7</u>	0.0
\$ 4,968.5	\$ 5,253.7	[5.4]	Total Operating Revenue	\$ 46,262.7	\$ 48,560.7	[4.7]
<u>3.9</u>	<u>2.1</u>	83.1	Investment Income	<u>25.9</u>	<u>20.6</u>	25.8
\$ 4,972.4	\$ 5,255.8	[5.4]	Total Revenue	\$ 46,288.6	\$ 48,581.3	[4.7]

[]=Unfavorable variance to budget

Note: Totals may not sum due to rounding.

*Beginning FY 2002, box rent revenue reporting has been modified.

ANALYSIS OF OPERATING EXPENSES
Accounting Period 9, FY 2002
Personnel Compensation
(\$ Millions)

Current Period						Year-to-Date						
Actual	Budget	Var. to Budget	% Budget	SPLY *	% SPLY		Actual	Budget	Var. to Budget	% Budget	SPLY *	% SPLY
						Total Compensation **						
						Operations:						
\$ 27.5	\$ 27.9	\$ -0.4	-1.3	\$ 27.6	-0.3	-Support	\$ 236.2	\$ 245.3	\$ -9.1	-3.7	\$ 240.9	-1.9
838.2	846.7	-8.5	-1.0	861.4	-2.7	-Mail Processing	7,784.9	7,819.5	-34.5	-0.4	8,085.7	-3.7
327.6	335.9	-8.3	-2.5	320.1	2.3	-Rural Delivery	2,870.0	2,877.1	-7.1	-0.2	2,818.8	1.8
1,137.9	1,114.3	[23.6]	[-2.1]	1,129.4	0.7	-Other Delivery	10,157.5	10,052.4	[105.2]	[1.0]	10,147.1	0.1
82.8	83.7	-0.9	-1.0	80.3	3.1	-Vehicles Services	736.6	750.6	-14.0	-1.9	721.7	2.1
204.3	209.9	-5.6	-2.6	198.4	3.0	-Plant & Equip Maint	1,806.0	1,857.9	-51.9	-2.8	1,766.8	2.2
562.6	560.6	[2.0]	[0.4]	572.1	-1.7	-Customer Services	5,119.3	5,103.0	[16.3]	[0.3]	5,277.9	-3.0
19.3	23.7	-4.4	-18.5	22.9	-15.7	Finance	174.2	206.7	-32.5	-15.7	206.5	-15.6
25.3	27.3	-2.0	-7.2	26.0	-2.7	Human Resources	219.4	235.3	-15.9	-6.7	225.3	-2.6
39.6	43.1	-3.6	-8.2	32.6	21.4	Customer Service & Sales	316.3	338.1	-21.7	-6.4	292.1	8.3
175.2	169.8	[5.4]	[3.2]	167.4	4.7	Administration	1,485.4	1,469.4	[16.0]	[1.1]	1,450.6	2.4
135.0	230.0	-95.0	-41.3	170.1	-20.7	Other Salaries & Benefits	1,454.3	2,023.6	-569.3	-28.1	1,444.5	0.7
\$ 3,575.3	\$ 3,672.8	\$ -97.5	-2.7	\$ 3,608.2	-0.9	Total Salaries & Benefits	\$ 32,360.4	\$ 32,978.8	\$ -618.4	-1.9	\$ 32,677.9	-1.0
162.4	78.5	[83.9]	[106.9]	76.6	112.0	Workers' Compensation	891.9	706.7	[185.2]	[26.2]	662.3	34.7
7.0	4.8	[2.1]	[44.4]	4.7	48.7	Unemployment Compensation	51.8	45.1	[6.6]	[14.7]	42.1	22.9
107.9	107.9	0.0	0.0	107.4	0.5	Deferred Retirement Cost	971.3	971.3	0.0	0.0	966.2	0.5
65.3	65.3	0.0	0.0	61.3	6.5	CSRS Annuitant COLA	607.4	607.4	0.0	0.0	551.3	10.2
74.5	80.5	-6.0	-7.5	66.3	12.4	Annuitant Health Benefits	699.8	724.8	-25.0	-3.4	596.8	17.3
45.6	144.6	-99.0	-68.5	70.1	-35.0	Other Compensation	436.0	922.0	-486.0	-52.7	426.9	2.1
\$ 4,038.1	\$ 4,154.5	\$- 116.4	-2.8	\$ 3,994.7	1.1	Total Personnel Compensation	\$ 36,018.5	\$ 36,956.1	\$ -937.6	-2.5	\$ 35,923.5	0.3

Note: Totals may not sum due to rounding.

[]=Unfavorable variance to budget

*SPLY data may differ from previous reports due to subsequent adjustments.

**Total Compensation - Field operating budgets have been adjusted to reflect lower workload. Accordingly, functional budgets have been adjusted.

Corresponding offsets to these adjustments are reflected in Other Salaries & Benefits line. Also included in the Other Salaries & Benefits line are budget funds for some Headquarters units which will be re-allocated based on the new organization structure.

ANALYSIS OF NON-PERSONNEL EXPENSES
Accounting Period 9, FY 2002
(\$ Millions)

Current Period							Year-to-Date					
Actual	Budget	Var. to Budget	% Budget	SPLY *	% SPLY	Description	Actual	Budget	Var. to Budget	% Budget	SPLY *	% SPLY
\$ 394.6	\$ 385.0	[\$ 9.6]	[2.5]	\$ 361.0	9.3	Transportation	\$ 3,685.6	\$ 3,778.9	\$ -93.2	-2.5	\$ 3,576.0	3.1
211.2	292.3	-81.1	-27.7	220.2	-4.1	Supplies & Services	1,728.1	2,091.6	-363.5	-17.4	2,015.7	-14.3
177.2	181.2	-4.0	-2.2	173.4	2.2	Depreciation	1,591.7	1,597.0	-5.3	-0.3	1,507.0	5.6
74.0	76.3	-2.3	-3.1	72.8	1.6	Rent	609.3	629.1	-19.7	-3.1	577.6	5.5
37.1	41.7	-4.6	-11.1	38.8	-4.4	Fuel & Utilities	332.3	364.2	-31.9	-8.8	348.3	-4.6
30.7	32.0	-1.3	-3.9	31.2	-1.7	Rural Carrier Equip Maint Allowance	270.9	276.1	-5.2	-1.9	269.6	0.5
32.4	33.0	-0.6	-1.9	33.0	-2.0	Vehicle Maintenance	277.8	294.9	-17.1	-5.8	301.3	-7.8
39.7	55.3	-15.6	-28.2	29.2	35.7	Information Technology	246.6	295.1	-48.4	-16.4	200.3	23.2
10.4	13.5	-3.1	-23.3	11.9	-13.0	Building Projects Expensed	86.6	122.7	-36.2	-29.5	107.6	-19.5
5.5	5.2	[0.2]	[4.1]	5.2	5.5	Contract Job Cleaners	49.7	48.1	[1.6]	[3.4]	47.4	4.8
12.3	11.0	[1.2]	[11.3]	12.4	-1.3	Travel & Relocation	96.0	91.8	[4.2]	[4.6]	94.0	2.1
18.0	16.1	[1.9]	[11.9]	18.2	-0.9	Communications	137.1	142.8	-5.7	-4.0	137.9	-0.5
5.4	6.2	-0.8	-12.1	5.9	-8.0	Contract Stations	48.0	50.2	-2.2	-4.4	48.1	-0.2
2.5	3.1	-0.6	-18.9	4.5	-44.7	Printing	19.0	20.3	-1.3	-6.5	24.7	-23.3
4.3	7.6	-3.3	-43.2	5.7	-23.8	Training	36.2	47.0	-10.7	-22.8	45.9	-21.1
4.3	5.6	-1.2	-22.4	5.9	-26.5	Carfare & Tolls	39.6	43.7	-4.1	-9.4	41.8	-5.2
1.9	3.0	-1.1	-38.0	3.7	-49.7	Vehicle Hire	22.2	27.4	-5.2	-19.0	32.5	-31.7
4.6	3.5	[1.2]	[33.8]	2.4	94.5	Accident Cost	35.3	30.9	[4.4]	[14.1]	33.8	4.6
-1.7	-3.4	[1.7]	[50.5]	-4.1	-58.5	Capitalized Interest	-22.6	-30.7	[8.1]	[26.5]	-38.7	-41.6
20.6	24.6	-4.0	-16.1	22.9	-9.8	Miscellaneous	78.9	206.7	-127.8	-61.8	254.5	-69.0
\$ 1,084.9	\$ 1,192.7	\$-107.8	-9.0	\$ 1,054.2	2.9	Total Other Operating Expenses	\$ 9,368.4	\$ 10,127.7	\$-759.3	-7.5	\$ 9,625.2	-2.6

[]=Unfavorable variance to budget

Note: Totals may not sum due to rounding.

*SPLY data may differ from previous reports due to subsequent adjustments.

STATEMENT OF FINANCIAL POSITION
Accounting Period 9, FY 2002
(\$ Millions)

Assets	May 17, 2002	April 19, 2002	September 30, 2001 *
Current Assets:			
Cash and cash equivalents _1/	\$ 631	\$ 544	\$ 999
U.S. Government securities, at amortized cost which approximates market	5	6	6
Receivables:			
Foreign countries	487	465	379
U.S. Government	125	110	133
Other	209	212	206
	<u>821</u>	<u>787</u>	<u>718</u>
Less allowances	<u>120</u>	<u>120</u>	<u>110</u>
	701	667	608
Supplies, advances and prepayments	<u>301</u>	<u>299</u>	<u>320</u>
Total Current Assets	1,638	1,516	1,933
Other assets _2/	372	372	372
Property and equipment, at cost:			
Buildings	19,430	19,400	18,808
Equipment	16,294	16,300	15,456
Land	2,753	2,753	2,684
	<u>38,477</u>	<u>38,453</u>	<u>36,948</u>
Less allowances for depreciation	<u>15,902</u>	<u>15,771</u>	<u>14,792</u>
	22,575	22,682	22,156
Construction in progress	1,469	1,441	1,969
Leasehold improvements, net	649	653	638
	<u>24,693</u>	<u>24,776</u>	<u>24,763</u>
Deferred Retirement Costs _3/	<u>33,305</u>	<u>33,478</u>	<u>32,023</u>
Total Assets	<u>\$ 60,008</u>	<u>\$ 60,142</u>	<u>\$ 59,091</u>

_1/ Includes securities with maturities of 90 days or less in accordance with Statement of Financial Accounting Standards (SFAS) No. 95.

_2/ Includes \$370 million as of September 30, 2001, April 19, 2002 and May 17, 2002 for appropriation receivable for revenue forgone.

_3/ Represents the Postal Service's deferred retirement liability to OPM for increases in basic pay and annuitants' COLAs. Amounts applicable to future periods are capitalized as deferred retirement costs and amortized over 30 years for basic pay and 15 years for annuitants' COLAs.

* Audited year-end data

STATEMENT OF FINANCIAL POSITION
Accounting Period 9, FY 2002
(\$ Millions)

Liabilities and Equities	May 17, 2002	April 19, 2002	September 30, 2001 *
Current Liabilities:			
Compensation and employees' benefits	\$ 6,436	\$ 6,605	\$ 5,810
Estimated prepaid postage	1,488	1,578	1,623
Payables and accrued expenses:			
Foreign countries	670	630	499
U.S. Government	146	207	151
Other	<u>2,838</u>	<u>2,615</u>	<u>956</u>
	3,654	3,452	1,606
Appropriation for free & reduced rate mail	18	22	0
Prepaid permit mail and box rentals	1,932	1,985	1,866
Outstanding postal money orders	843	857	988
Current portion of debt	<u>1</u>	<u>1</u>	<u>5,564</u>
Total Current Liabilities	14,372	14,500	17,457
Long-term debt, less current portion	6,951	6,951	5,751
Other Liabilities:			
Amounts payable for retirement benefits _3/	32,436	32,436	29,932
Workers' compensation claims	5,975	5,844	5,167
Employees' accumulated leave	2,109	2,052	2,124
Other	<u>1,254</u>	<u>1,257</u>	<u>986</u>
Total Other Liabilities	41,774	41,589	38,209
Capital Contributions of the US Government	3,034	3,034	3,034
Deficit Since Reorganization	<u>- 6,123</u>	<u>- 5,932</u>	<u>- 5,360</u>
Equity/Capital Deficiency	<u>- 3,089</u>	<u>- 2,898</u>	<u>- 2,326</u>
Total Liabilities and Equity	<u>\$ 60,008</u>	<u>\$ 60,142</u>	<u>\$ 59,091</u>

_3/ Represents the Postal Service's deferred retirement liability to OPM for increases in basic pay and annuitants' COLAs. Amounts applicable to future periods are capitalized as deferred retirement costs and amortized over 30 years for basic pay and 15 years for annuitants' COLAs.

* Audited year-end data

CAPITAL INVESTMENTS
FY 2002
(\$ Millions)

MAJOR CATEGORIES	COMMITMENTS			CASH OUTLAYS		
	A/P 9 Year-to-Date			A/P 9 Year-to-Date		
	ACTUAL	PLAN	SPLY	ACTUAL	PLAN	SPLY
CONSTRUCTION AND BUILDING PURCHASE	\$ 16.7	\$ 31.3	\$ 100.2	\$ 148.5	\$ 307.6	\$ 448.2
BUILDING IMPROVEMENTS	51.3	50.8	140.1	131.0	221.2	357.7
MAIL PROCESSING EQUIPMENT	439.5	456.2	181.6	732.2	523.2	576.0
VEHICLES	- 3.5	16.6	38.2	105.2	100.6	218.4
RETAIL EQUIPMENT	7.3	7.0	37.8	34.4	45.5	171.0
POSTAL SUPPORT EQUIPMENT	131.7	138.2	132.3	160.8	205.5	261.2
TOTAL COMMITMENTS/CASH OUTLAYS *	\$ 643.0	\$ 700.0	\$ 630.2	\$ 1,312.1	\$ 1,403.8	\$ 2,032.5

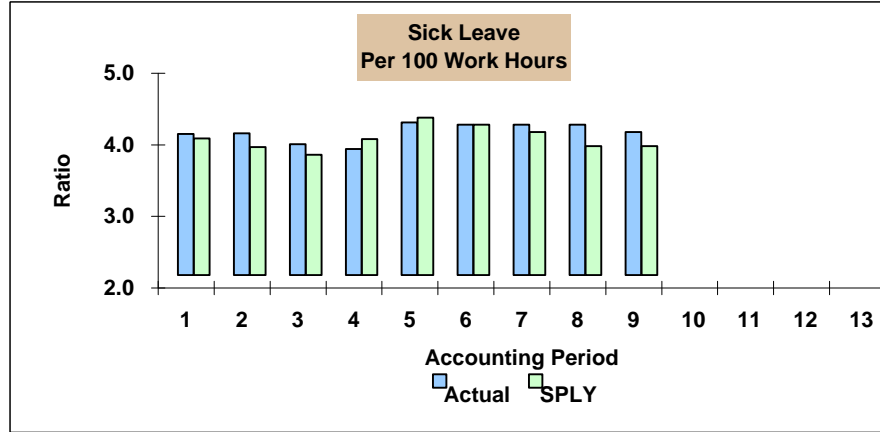
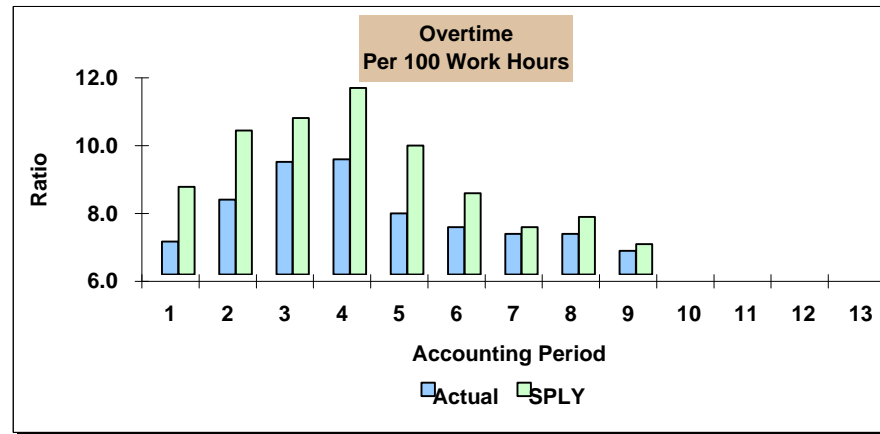
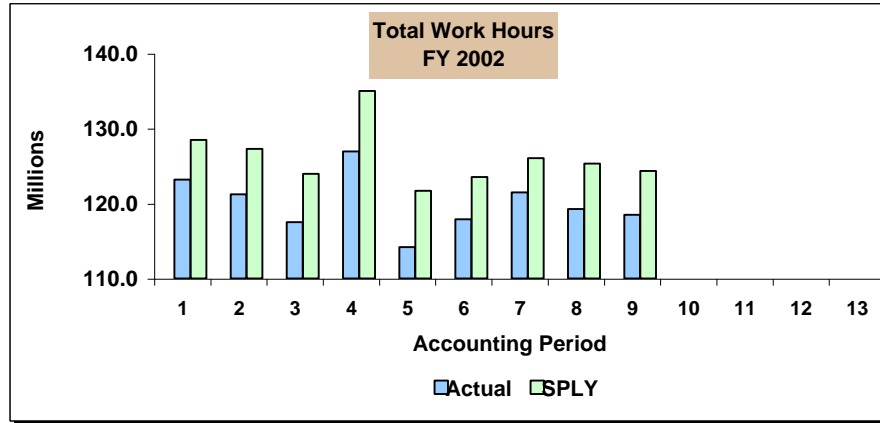
Note: Totals may not sum due to rounding.

RESOURCES ON ORDER

MAJOR CATEGORIES	May 17, 2002	September 30, 2001
CONSTRUCTION AND BUILDING PURCHASE	\$ 97.2	\$ 245.8
BUILDING IMPROVEMENTS	102.8	194.1
MAIL PROCESSING EQUIPMENT	806.4	1,115.2
VEHICLES	21.0	137.5
RETAIL EQUIPMENT	44.6	71.8
POSTAL SUPPORT EQUIPMENT	89.8	120.5
INVENTORIES	295.0	308.4
RESEARCH AND DEVELOPMENT	28.0	36.2
MISCELLANEOUS EXPENSE COMMITMENTS	4,323.8	3,359.1
TOTAL RESOURCES ON ORDER	\$ 5,808.7	\$ 5,588.7

Note: Totals may not sum due to rounding.

STATEMENT OF CASH FLOWS	
(\$ Millions)	
Fiscal Year 2002	
For the Fiscal Year through May 17, 2002	
Cash flows from operating activities:	
Net income/(loss) (Government Fiscal Year Basis)	\$ (763)
Adjustments to reconcile net income/(loss) to net cash provided/(used) by operating activities:	
Depreciation and amortization	1,453
Increase/(decrease) in other liabilities	268
Increase/(decrease) in employees' accumulated leave	(15)
Increase/(decrease) in non-current workers' compensation claims	808
Increase/(decrease) in retirement, net	1,222
Changes in current assets and liabilities:	
Increase/(decrease) in accrued compensation and benefits	626
Increase/(decrease) in deferred revenue	(51)
Increase/(decrease) in payables and accrued expenses	2,048
(Increase)/decrease in receivables	(93)
(Increase)/decrease in supplies, advances and prepayments	19
Increase/(decrease) in outstanding postal money orders	(145)
Net cash provided by operating activities	5,377
Cash flows from investing activities:	
Sale/(purchase) of U.S. Government securities, net	1
Purchase of property and equipment, net	(1,383)
Net cash used in investing activities	(1,382)
Cash flows from financing activities:	
Increase/(decrease) in debt	(4,363)
(Increase)/decrease in other non-current assets	0
Net cash used by financing activities	(4,363)
Net (decrease)/increase in cash and cash equivalents	(368)
Cash and cash equivalents at beginning of period	999
Cash and cash equivalents at end of period	\$ 631



WORK HOURS & OVERTIME/SICK LEAVE RATIOS

Accounting Period 9, FY 2002

(Data in Thousands)

Current Period					Total Work Hours	Year-to-Date				
Actual	Var. to Budget*	% Budget	SPLY **	% SPLY		Actual	Var. to Budget	% Budget	SPLY *	% SPLY
746	- 10	- 1.3	780	- 4.4	-Support	6,388	- 270	- 4.1	6,790	- 5.9
28,288	- 316	- 1.1	30,812	- 8.2	-Mail Processing	270,379	- 1,552	- 0.6	293,968	- 8.0
13,371	- 427	- 3.1	13,618	- 1.8	-Rural Delivery	119,876	- 511	- 0.4	119,743	0.1
36,992	[434]	[1.2]	37,957	- 2.5	-Other Delivery	329,707	[1,610]	[0.5]	342,974	- 3.9
2,585	- 46	- 1.8	2,624	- 1.5	-Vehicles Services	23,146	- 486	- 2.1	23,557	- 1.7
6,496	- 214	- 3.2	6,589	- 1.4	-Plant & Equip Maint	57,649	- 1,855	- 3.1	58,407	- 1.3
18,568	- 145	- 0.8	19,908	- 6.7	-Customer Services	170,956	- 313	- 0.2	184,014	- 7.1
565	- 130	- 18.7	706	- 20.0	Finance	5,131	- 959	- 15.8	6,378	- 19.6
706	- 56	- 7.3	759	- 7.0	Human Resources	6,114	- 451	- 6.9	6,583	- 7.1
1,202	- 82	- 6.4	1,064	13.0	Customer Service & Sales	9,752	- 626	- 6.0	9,507	2.6
5,341	[72]	[1.4]	5,354	- 0.3	Administration	46,450	[449]	[1.0]	46,784	- 0.7
114,860	- 920	- 0.8	120,171	- 4.4	Sub-Total	1,045,548	- 4,964	- 0.5	1,098,705	- 4.8
3,653	- 1,856	- 33.7	4,162	- 12.2	Other	36,083	- 19,589	- 35.2	37,477	- 3.7
118,513	- 2,776	- 2.3	124,333	- 4.7	Total Work Hours	1,081,631	- 24,553	- 2.2	1,136,182	- 4.8

Overtime						
Actual	Budget	SPLY	Overtime Ratio			SPLY
Actual	Budget	SPLY	Per 100 Work Hours			SPLY
6.7%	6.6%	6.9%	7.8%	8.2%	9.0%	

Sick Leave						
Actual	Budget	SPLY	Sick Leave Ratio			SPLY
Actual	Budget	SPLY	Per 100 Work Hours			SPLY
4.0%	--	3.8%	4.0%	--	4.0%	

[]=Unfavorable variance to budget

Note: Totals may not sum due to rounding.

*Budget - Field operating budgets have been adjusted to reflect lower workload. Accordingly, functional work hour budgets have been adjusted. Corresponding offsets to these adjustments are reflected in the other line.

**SPLY data may differ from previous reports due to subsequent adjustments.