



UNITED STATES
POSTAL SERVICE®

**Farmington NM
Area Mail Processing (AMP)
Public Meeting**

December 13, 2011



Two Topics

**Radical
Network
Realignment**

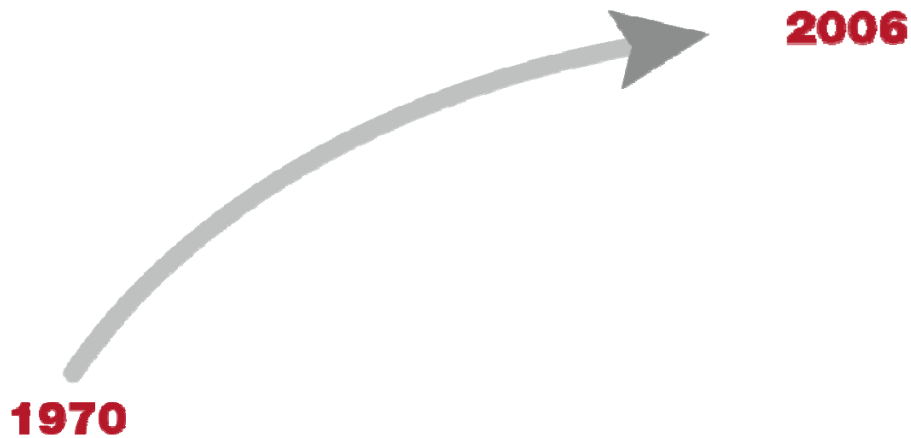
**Area Mail
Processing
Study**



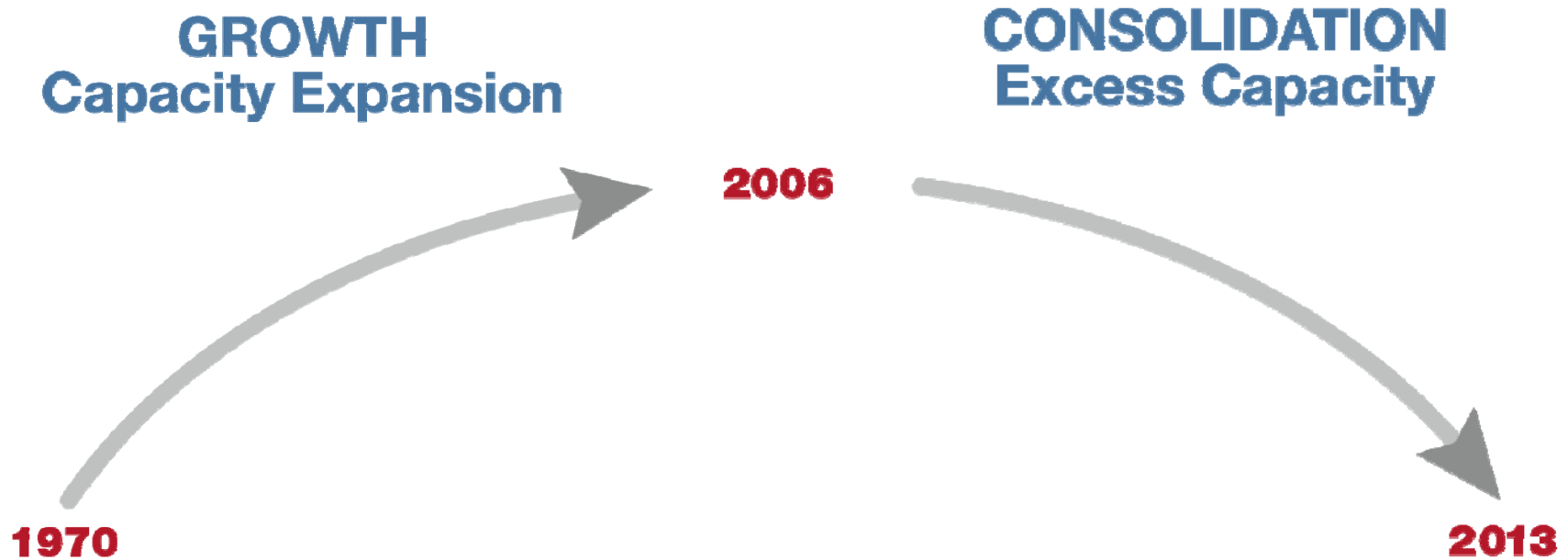
Volume in Billions of Pieces

NETWORK CAPACITY

GROWTH
Capacity Expansion



NETWORK CAPACITY



Potential Decrease in Processing Facilities Through 2013



487 Facilities Today



● Current Mail Processing Sites

Studying 252 Facilities for Potential Consolidation



Potential Network





Mail Processing Facility



FUTURE NETWORK

- Support 2-3 day Service Standards
 - Revised Entry Times
 - Reduced Equipment
 - Reduced Footprint
-

BENEFITS

- Eliminate Excess Capacity
- More Efficient Transportation Network
- Fully Utilized Workforces
- Significant Annual Savings

CHANGES

- Planning for new mail processing footprint and transport pattern
 - Transitioning to 2-3 day service standard
-

OUR APPROACH

- Ongoing communication and collaborative solutions

559,000

Total Career Employees

151,000

Total Mail Processing Employees

35,000

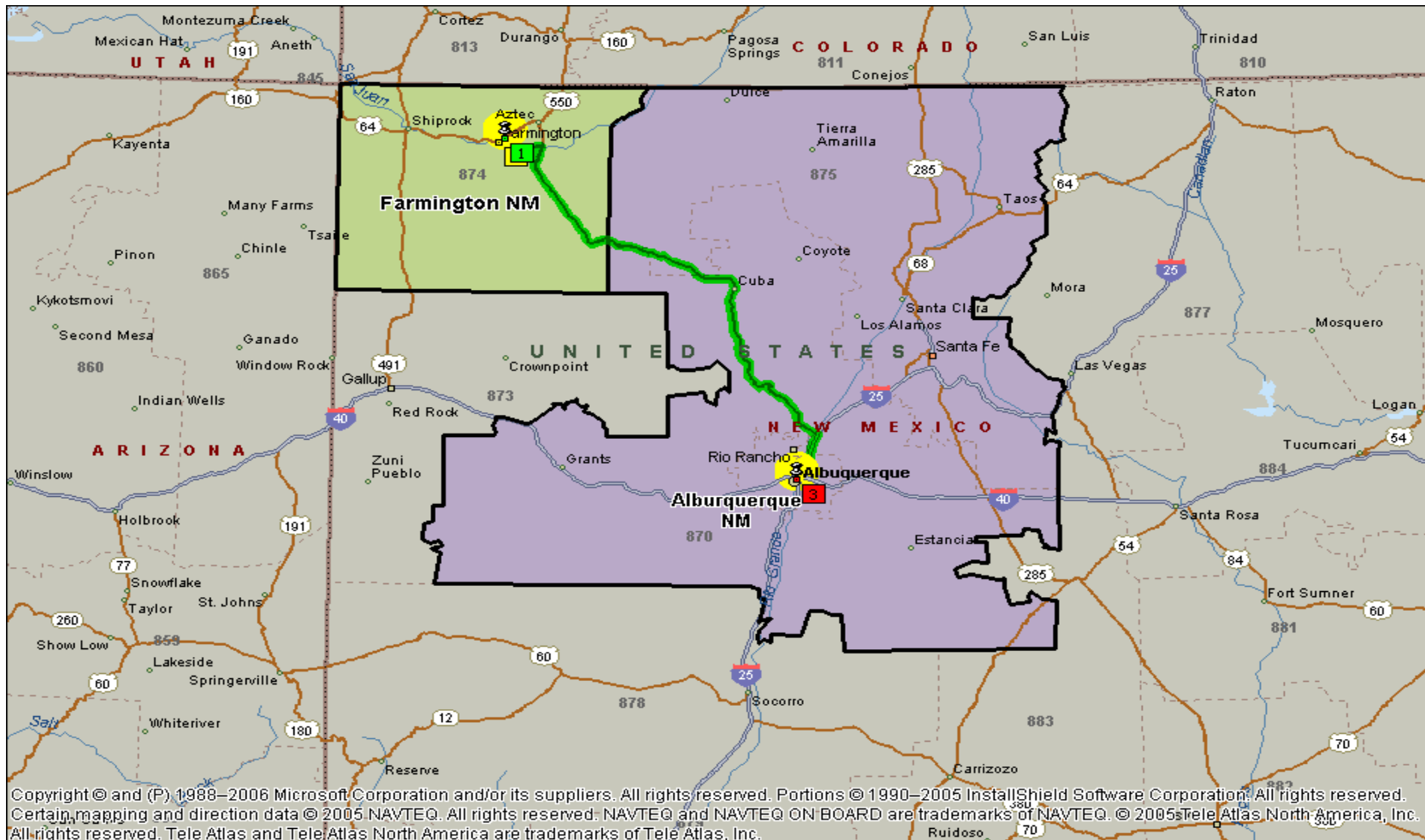
Fewer Mail Processing Positions



Topic

**Area Mail
Processing
Study**

DISTANCE BETWEEN FACILITIES – 180 miles



BUSINESS CASE*

Mail Processing Workhour Savings:	\$254,799
Mail Processing Management Savings:	\$ 0
Maintenance Costs:	\$ 29
Transportation Savings:	\$104,635
<hr/>	
Proposed Annual Savings:	\$359,405

*Preliminary results subject to change

EMPLOYEE IMPACTS*

Net craft impacts: -6

Net management impacts: -3

All bargaining employee reassignments will be made in accordance with the respective collective bargaining agreements.

***Preliminary results subject to change**

CUSTOMER & DELIVERY SERVICES

- Supports a 2-3 day service standard for First-Class Mail
- Retail and other services
- Business mail acceptance
- Collection mail
- Delivery of mail
- Local postmark

NEXT STEPS

- Complete Area and HQ review
- Review Public Comments
- Continue Network Optimization studies

Mail additional comments to:

Manager, Consumer & Industry Contact
Arizona District
PO Box 21628
Phoenix AZ 85036-1628

*Must be postmarked by **December 28, 2011***