



UNITED STATES
POSTAL SERVICE®

**North Bay, CA P&DC
Area Mail Processing (AMP)
Public Meeting**

November 16, 2011



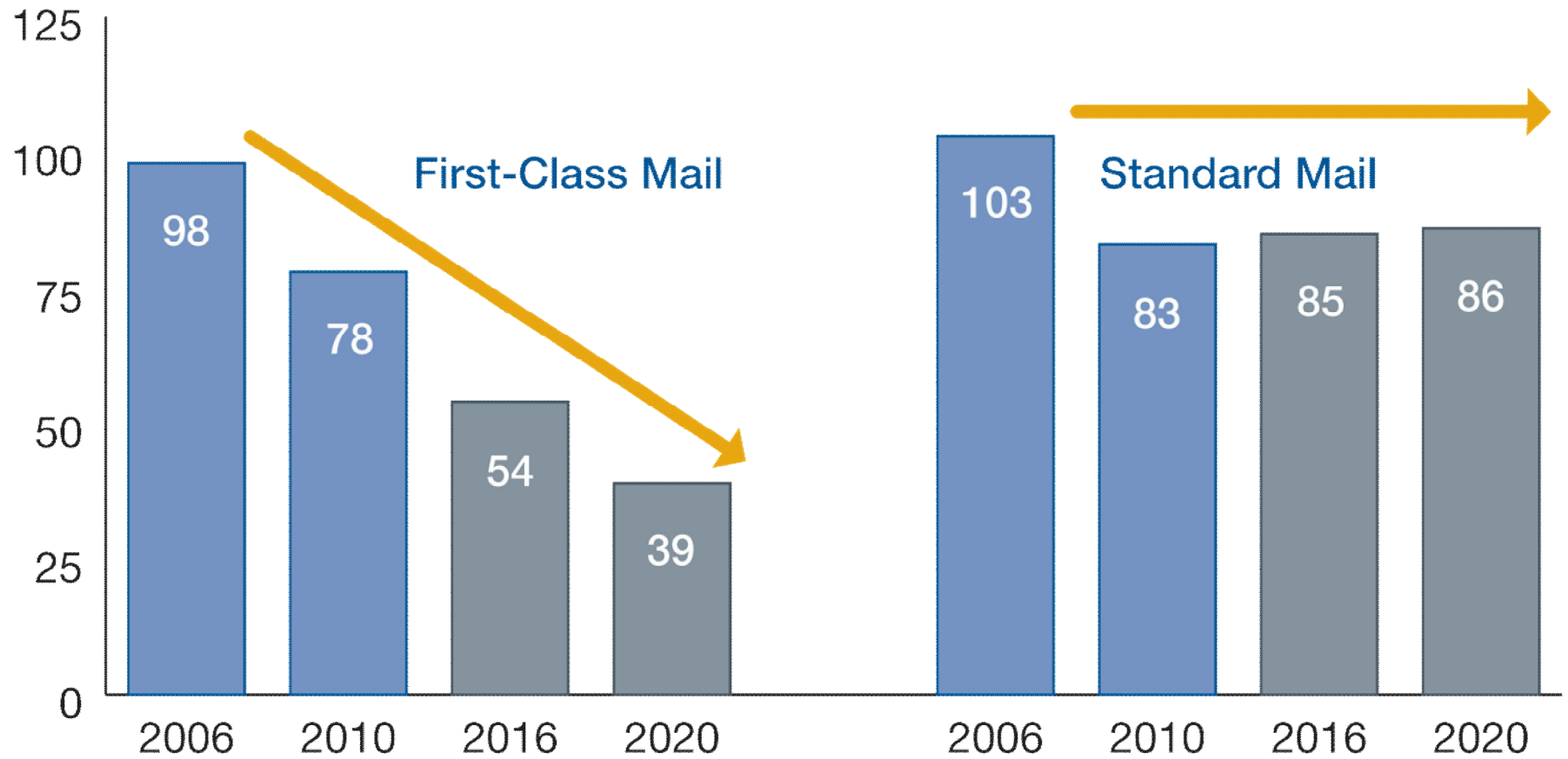
Two Topics

**Radical
Network
Realignment**

**Area Mail
Processing
Study**



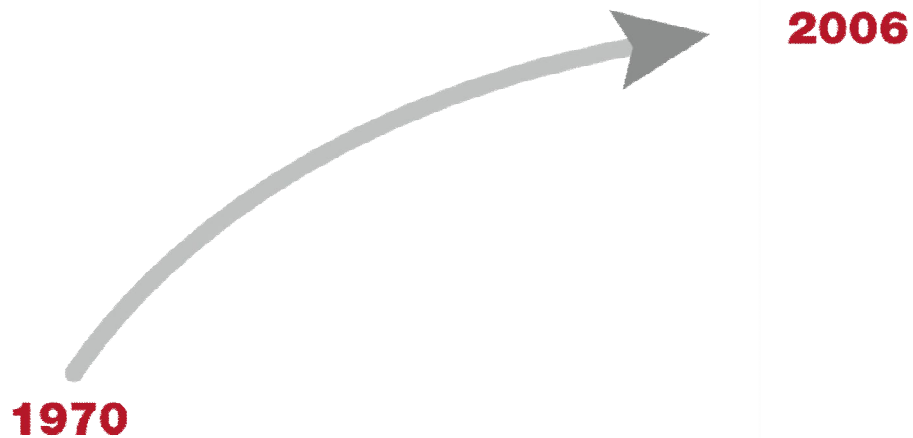
Mail Volume Shifting to a Less Profitable Mix



Volume in Billions of Pieces

NETWORK CAPACITY

GROWTH
Capacity Expansion



NETWORK CAPACITY

GROWTH
Capacity Expansion

1970



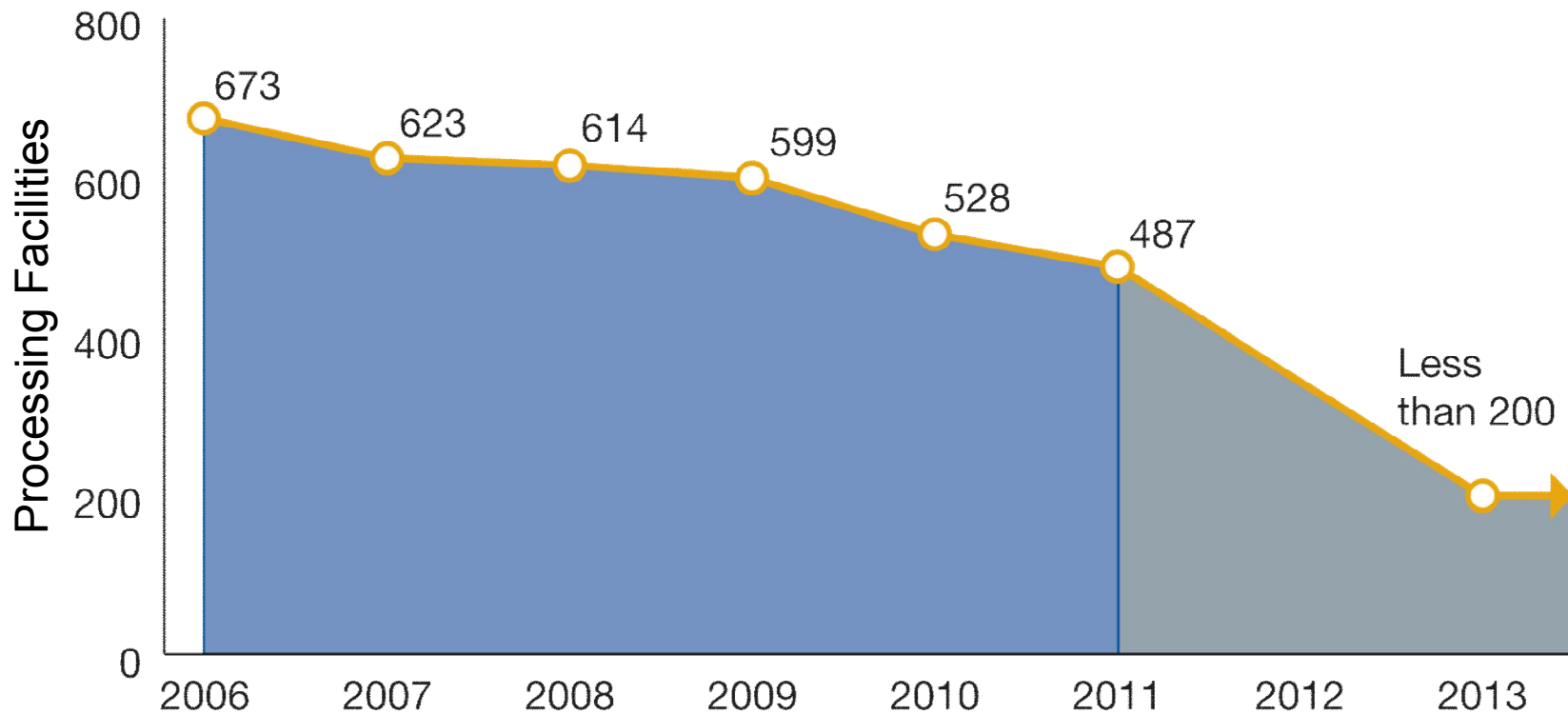
2006

CONSOLIDATION
Excess Capacity

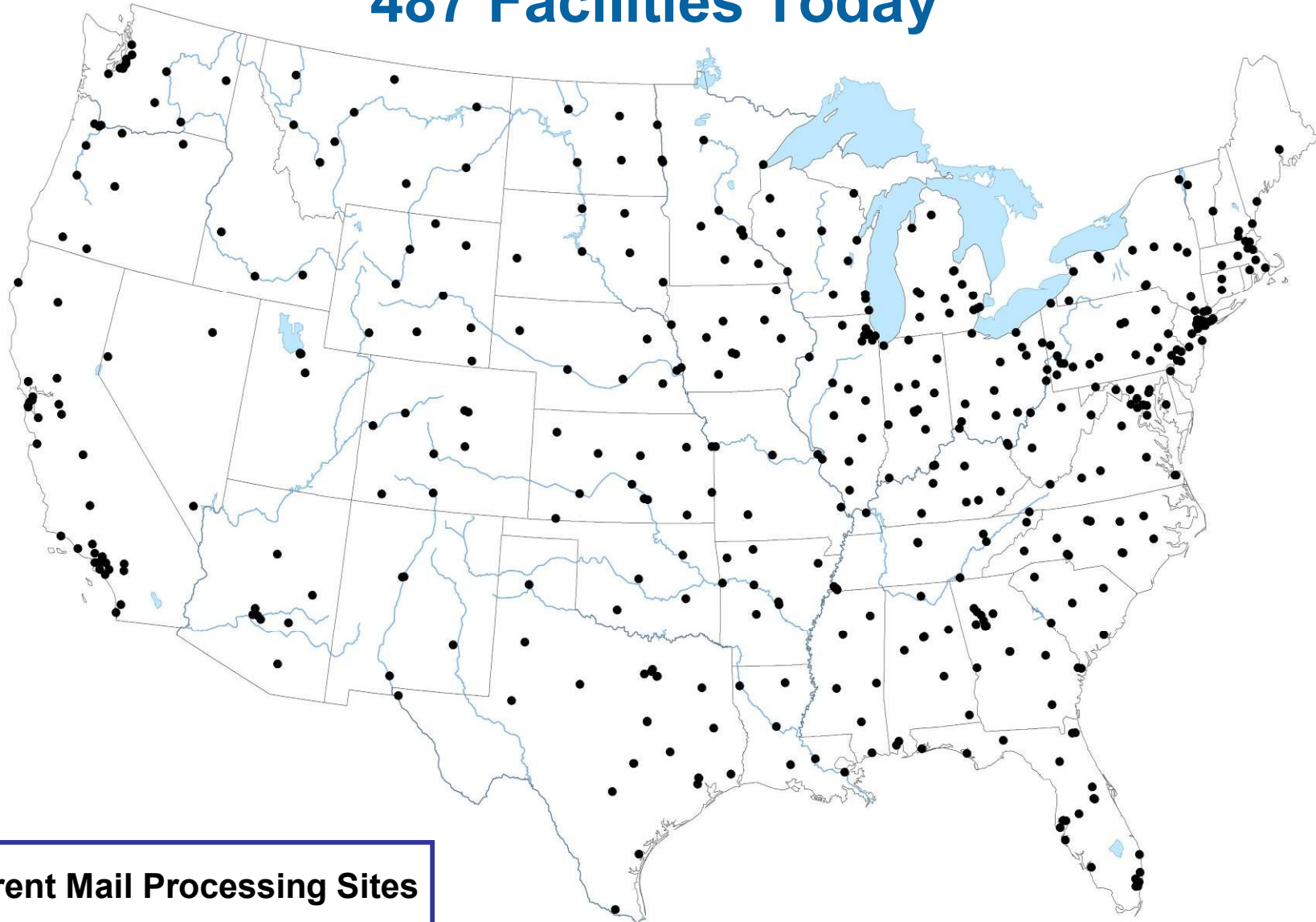
2013



Potential Decrease in Processing Facilities Through 2013

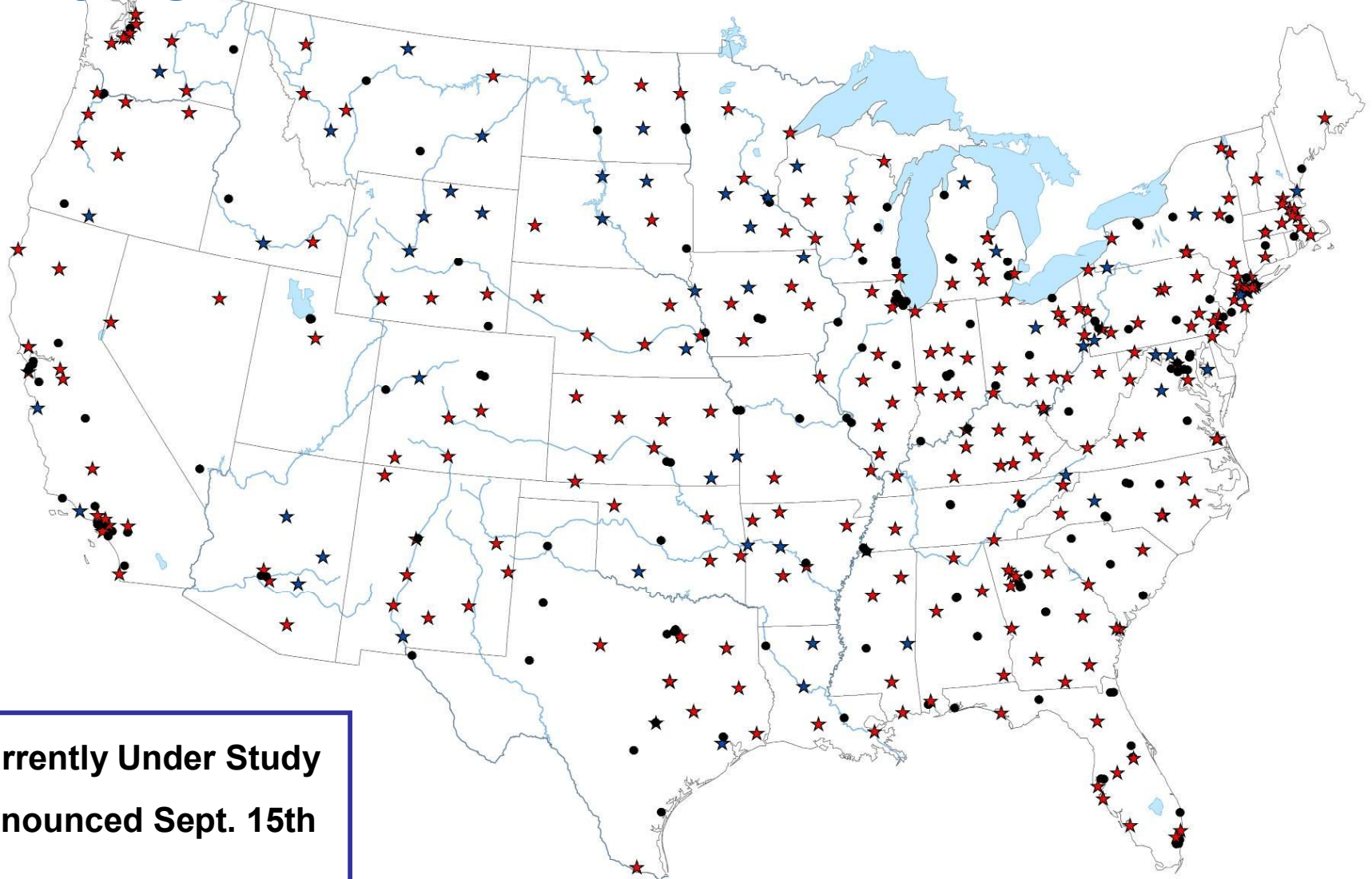


487 Facilities Today



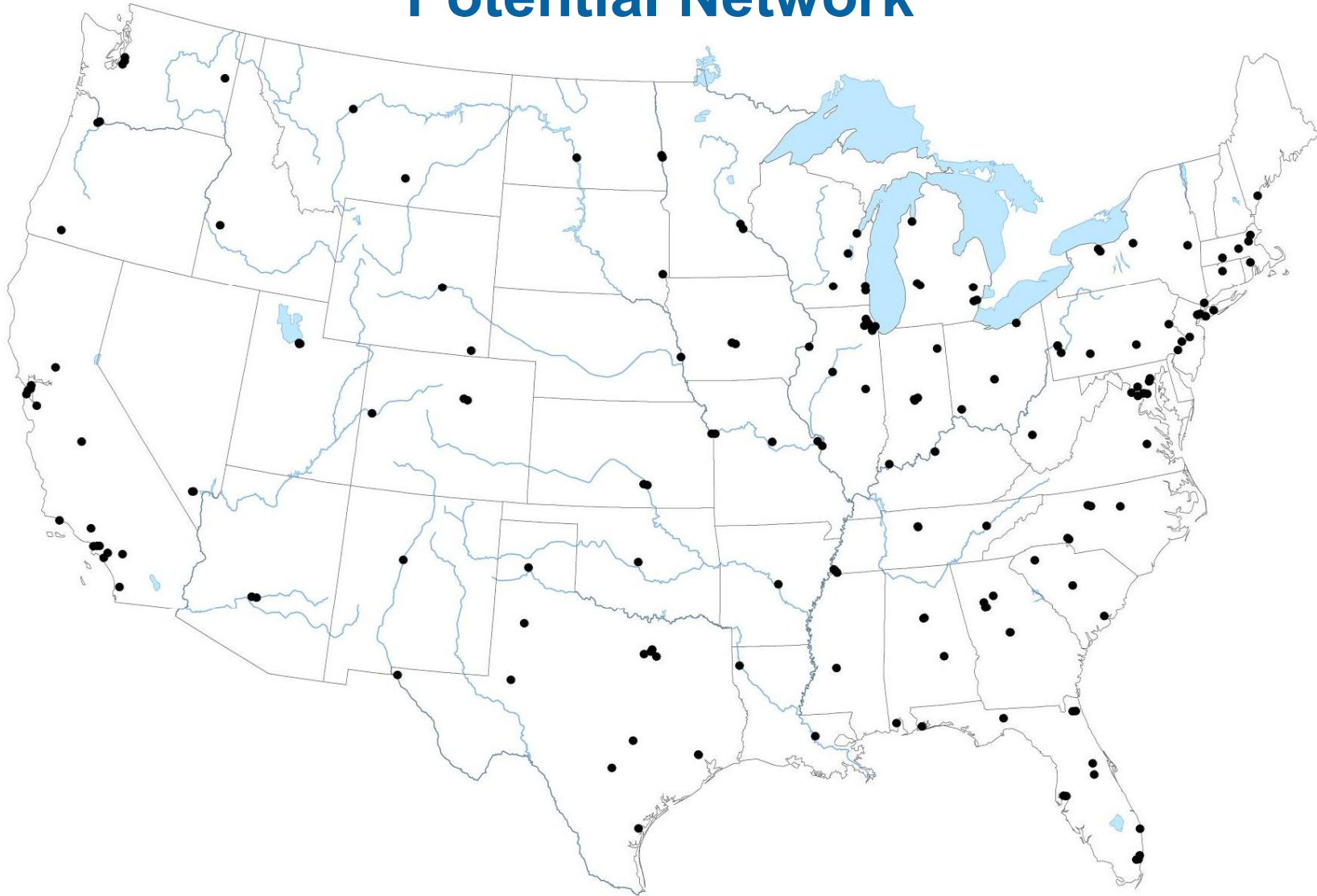
● Current Mail Processing Sites

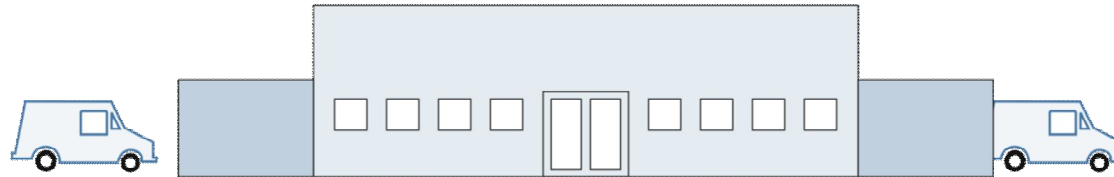
Studying 252 Facilities for Potential Consolidation



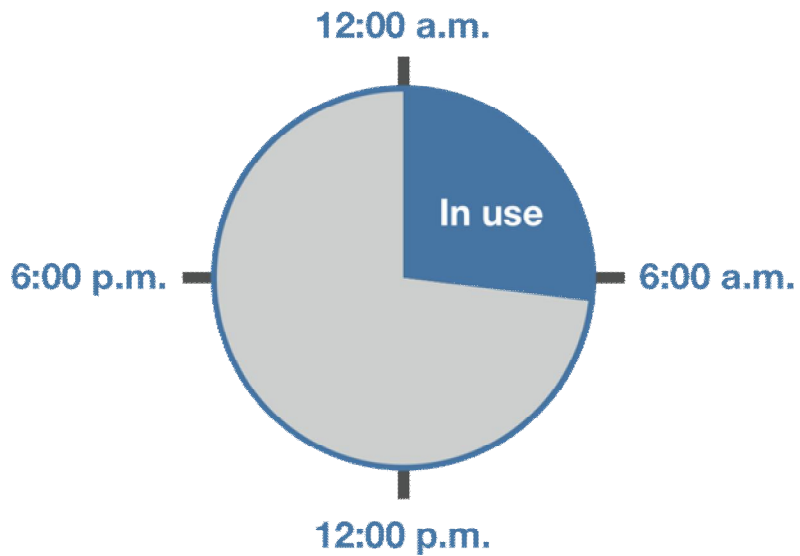
- ★ Currently Under Study
- ★ Announced Sept. 15th

Potential Network

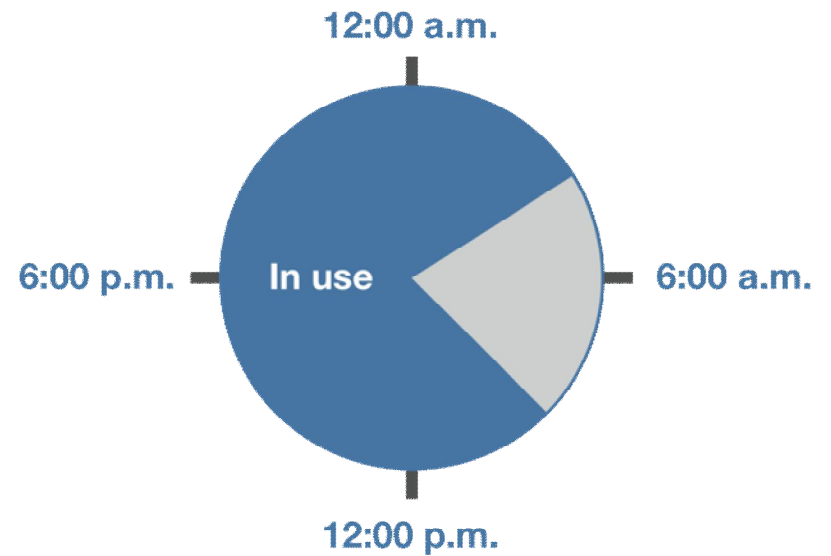




Mail Processing Facility



Current Operation



Proposed Operation

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 – 47.5 miles



BUSINESS CASE*

Annual Mail Processing Employee Savings	\$2,932,437
Annual Maintenance Savings	\$1,195,740
Annual Transportation Savings	(\$1,611,665)
<hr/>	
Proposed Annual Savings:	\$2,451,782

***Preliminary results subject to change**

EMPLOYEE IMPACTS*

Net craft impacts: **-221**

Net management impacts: **-7**

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 and Industry Contact
San Francisco District
PO Box 193000
San Francisco, CA 94188-3000**

*Must be postmarked by **December 3, 2011***