



UNITED STATES
POSTAL SERVICE®

**Bemidji Customer Service Mail
Processing Facility
Area Mail Processing (AMP)
Public Meeting**

January 4, 2012



AMP Video



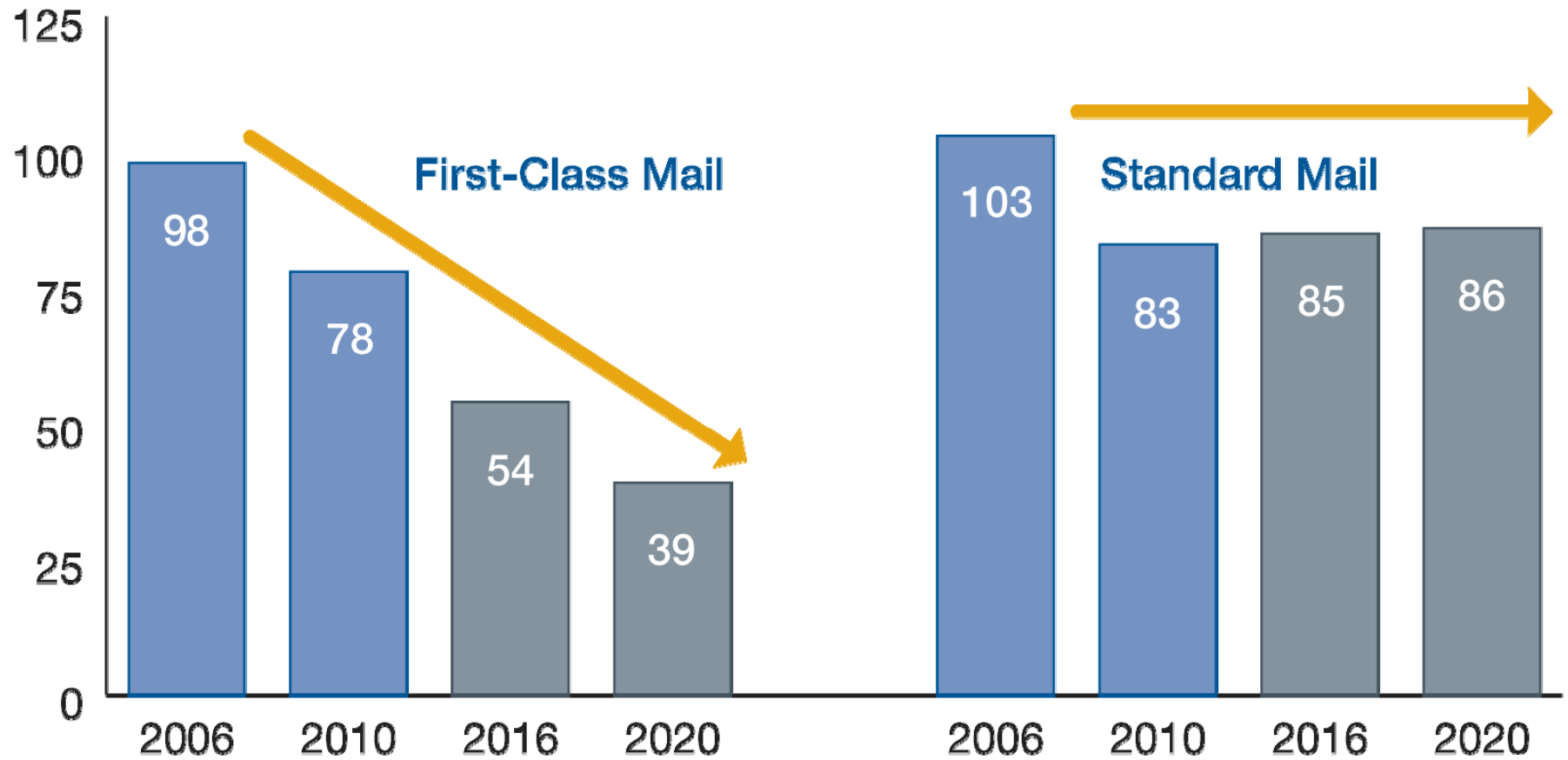
Two Topics

**Radical
Network
Realignment**

**Area Mail
Processing
Study**



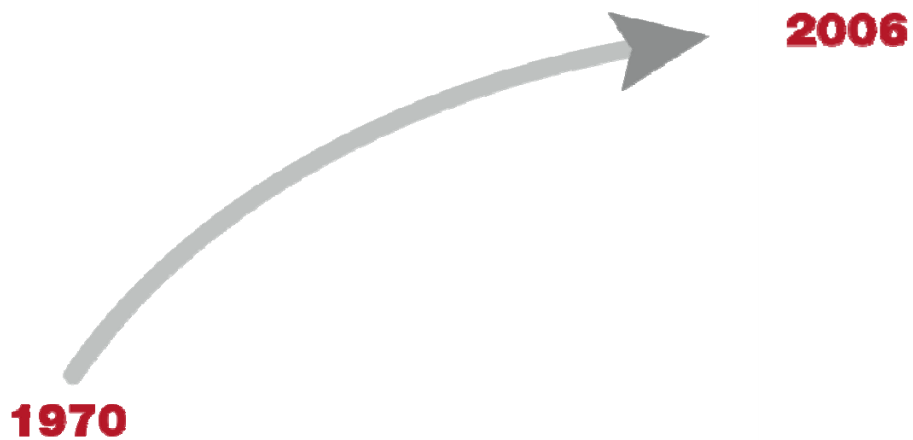
Mail Volume Shifting to a Less Profitable Mix



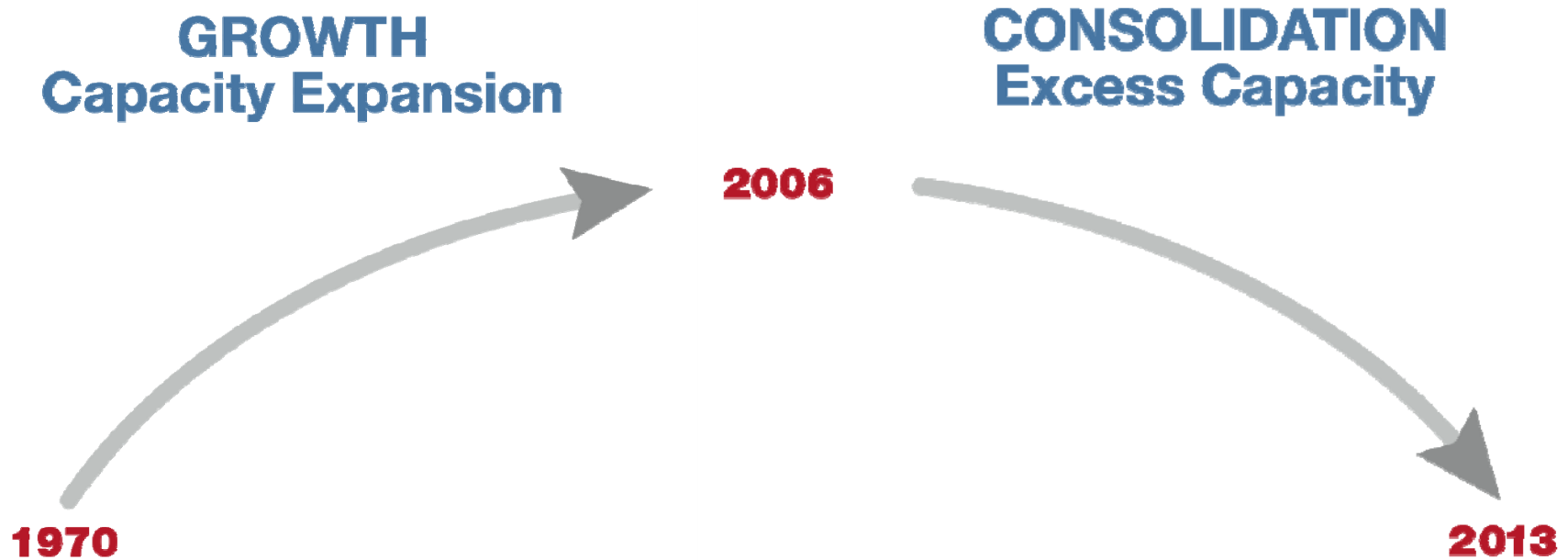
Volume in Billions of Pieces

NETWORK CAPACITY

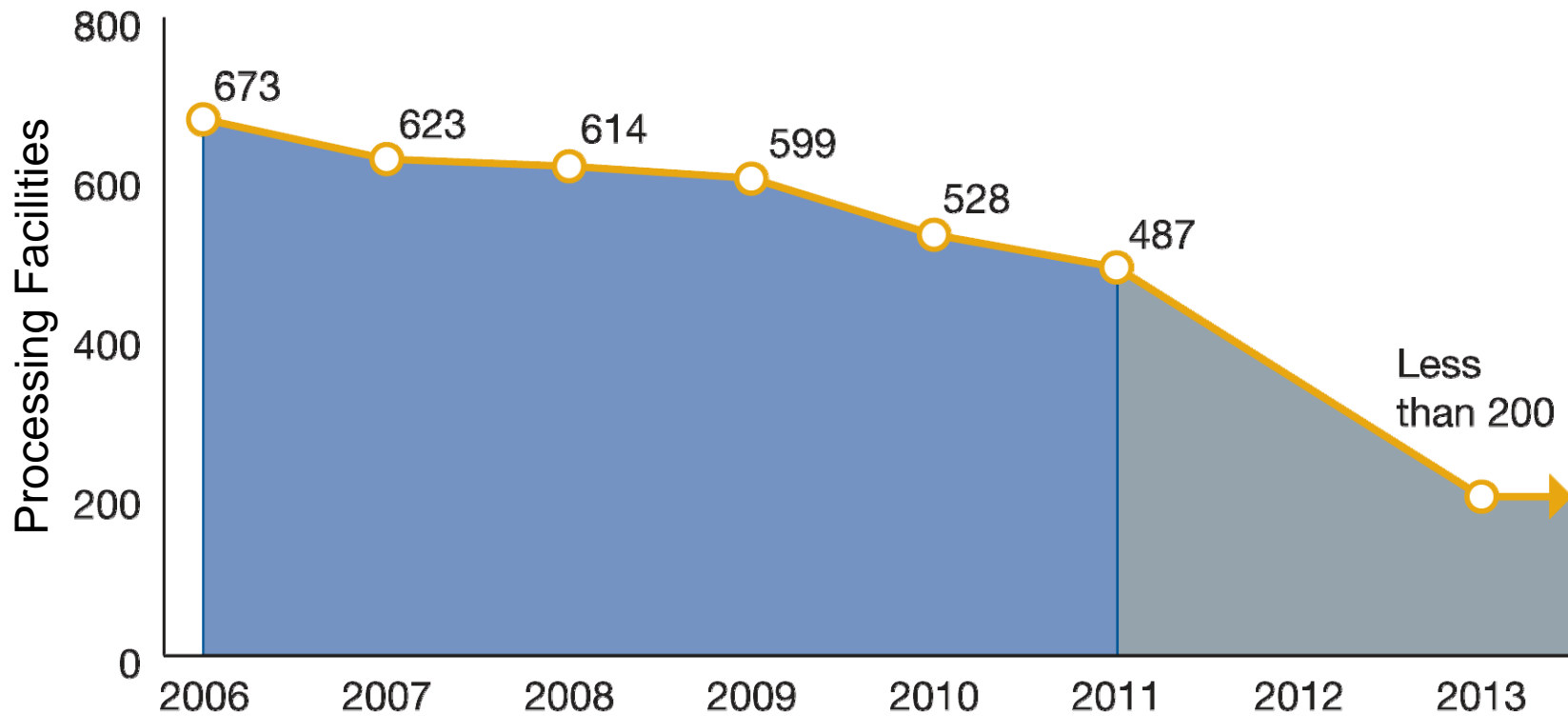
GROWTH
Capacity Expansion



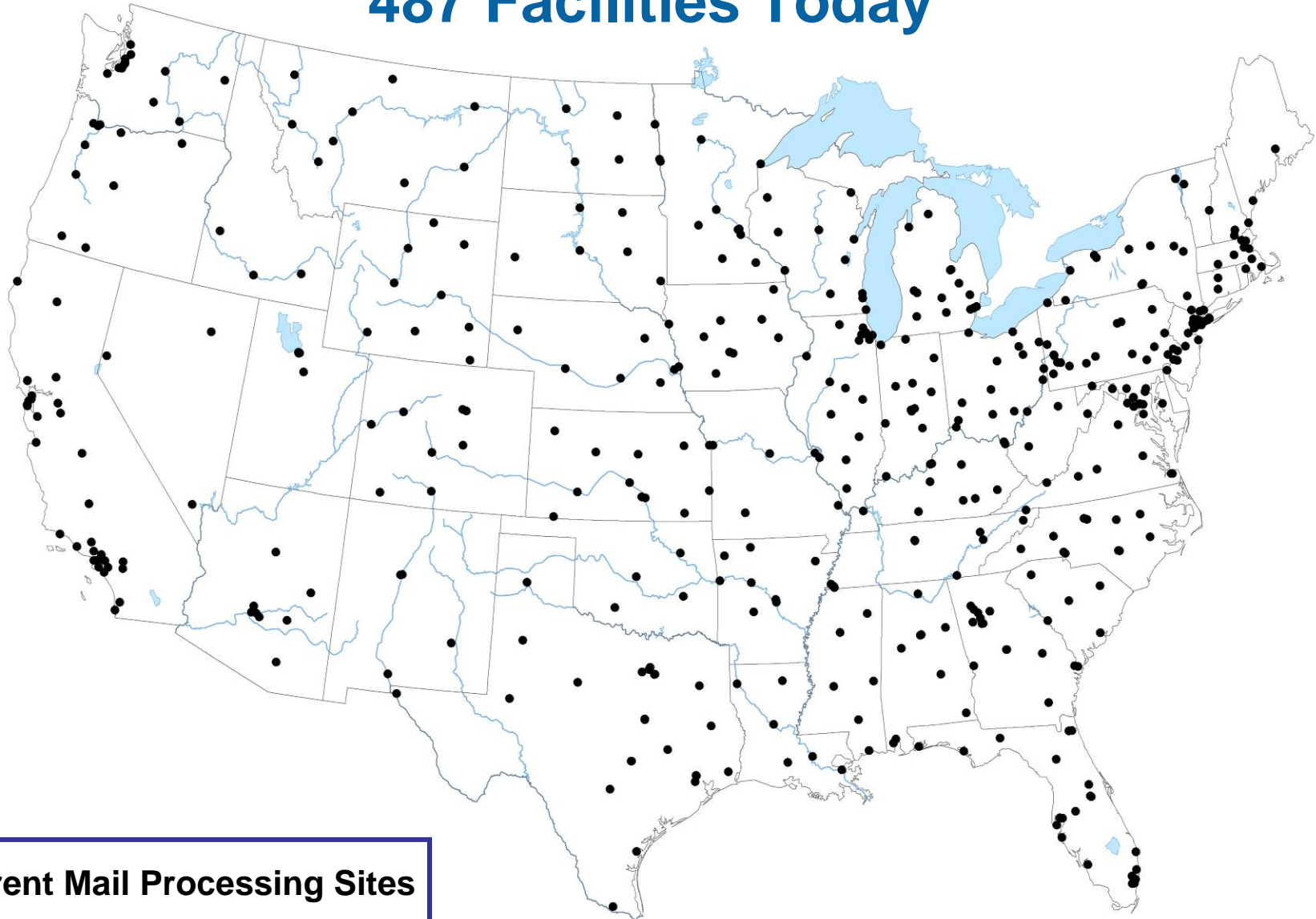
NETWORK CAPACITY



Potential Decrease in Processing Facilities Through 2013

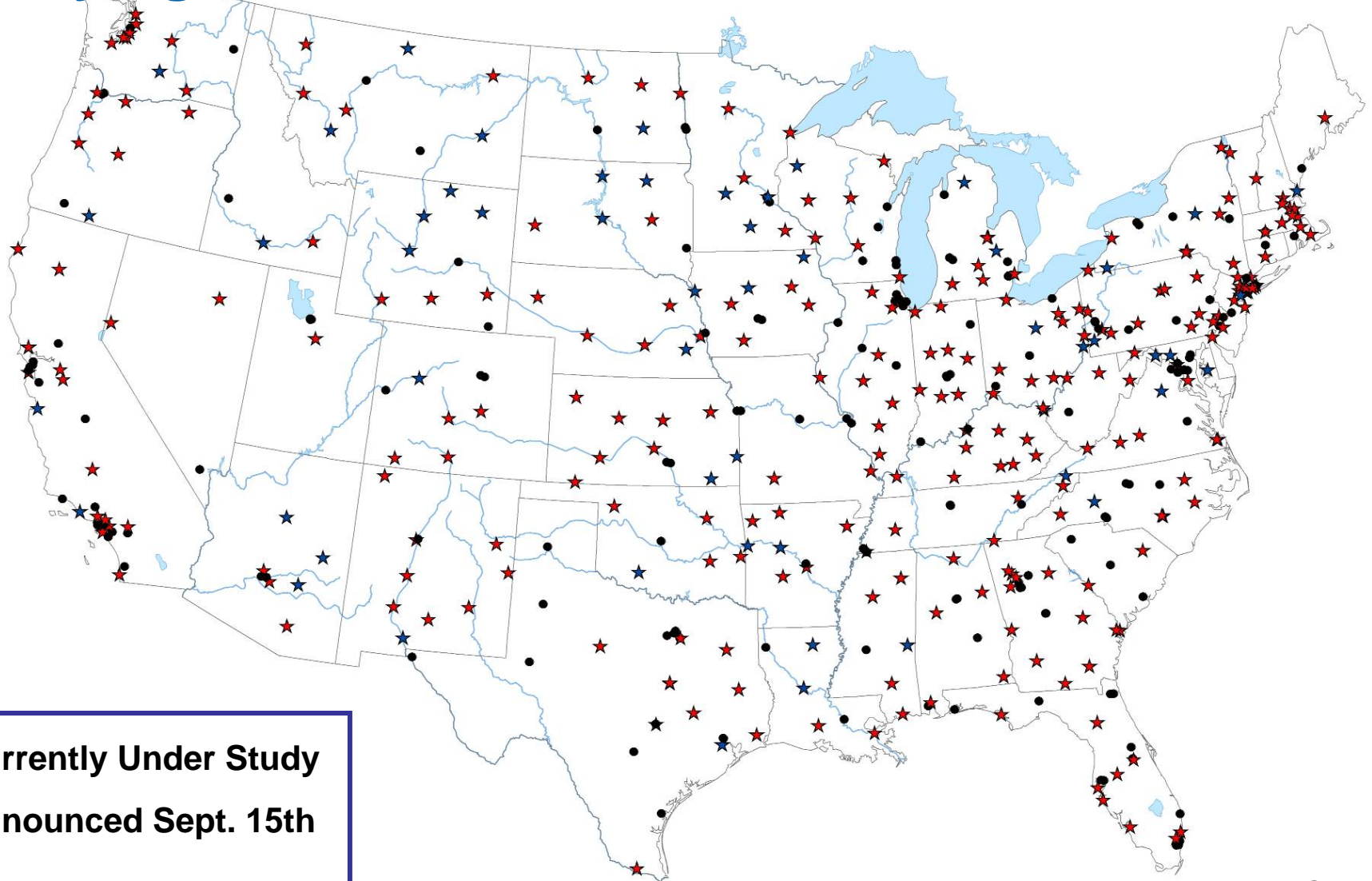


487 Facilities Today

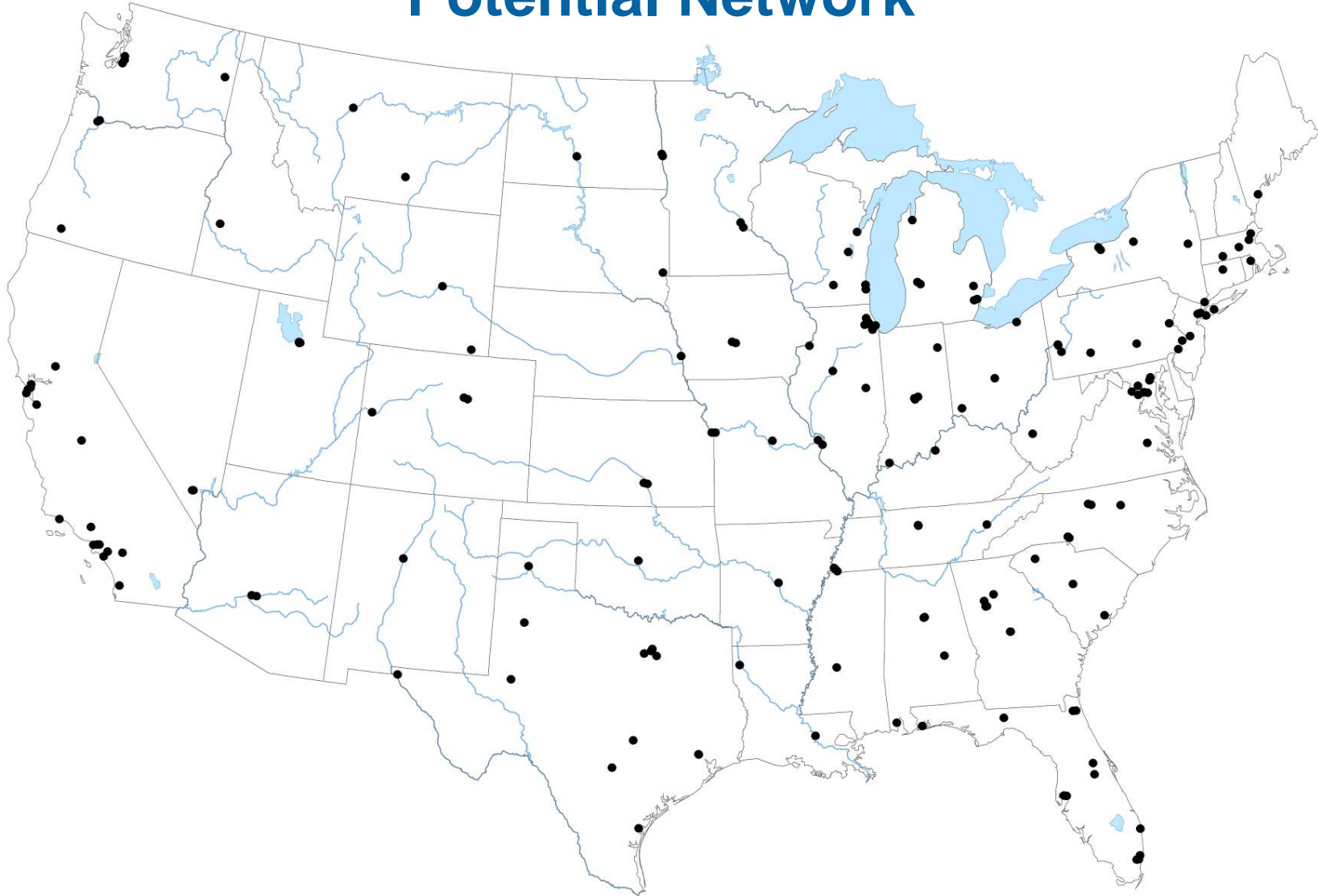


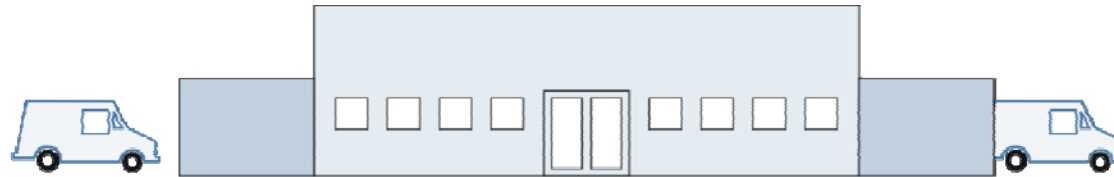
● Current Mail Processing Sites

Studying 252 Facilities for Potential Consolidation

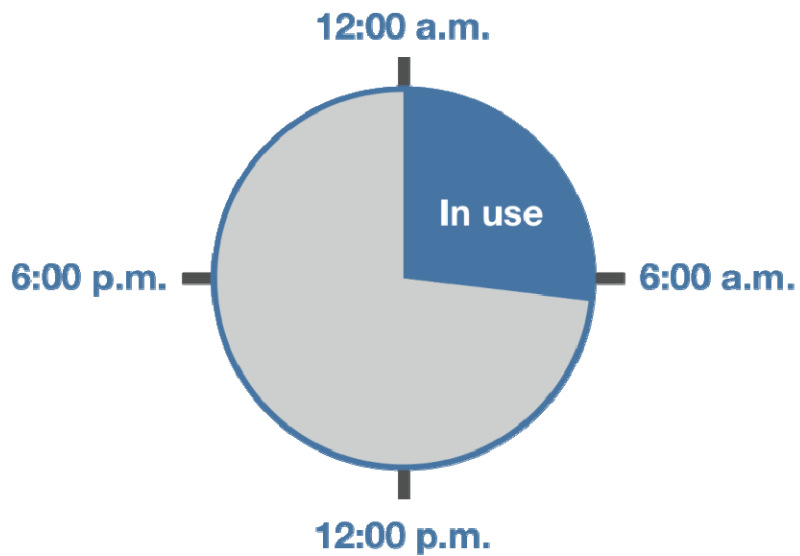


Potential Network

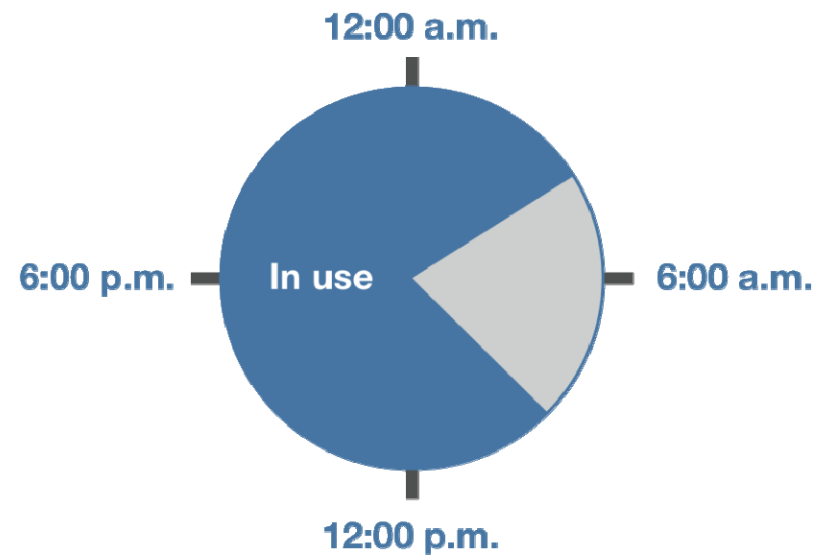




Mail Processing Facility



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

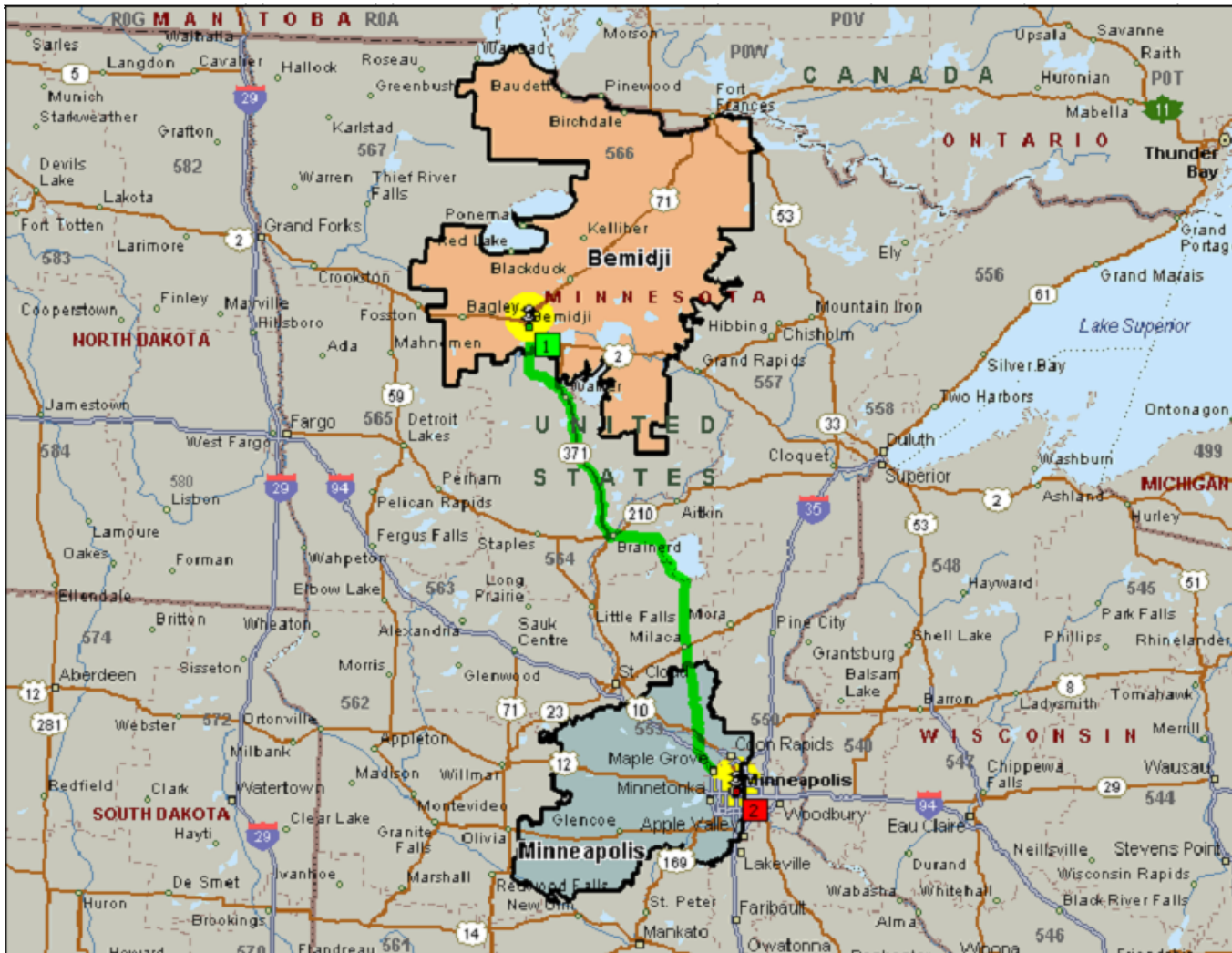
Fewer Mail Processing Positions



Topic

**Area Mail
Processing
Study**

DISTANCE BETWEEN FACILITIES – 224 miles



BUSINESS CASE*

Mail Processing Workhour Savings:	\$371,453
Maintenance Savings:	\$234,365
Transportation Savings:	\$345,492
<hr/>	
Proposed Annual Savings:	\$951,310

*Preliminary results subject to change

EMPLOYEE IMPACTS*

Net craft impacts: -6

Net management impacts: 0

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
Northland District
100 S 1st Street, Room 115
Minneapolis, MN 55401-9631

*Must be postmarked by **January 19, 2012***