

Cedar Rapids IA Area Mail Processing (AMP) Public Meeting

November 29, 2011

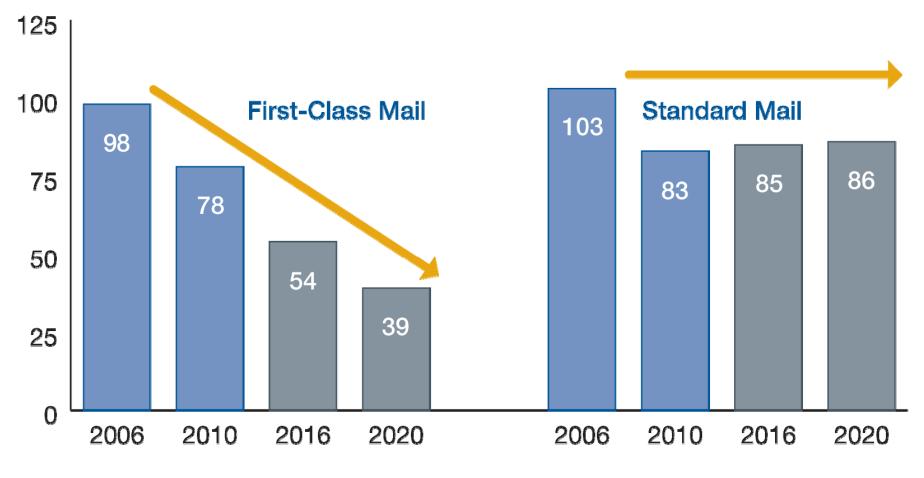


Two Topics

Radical Network Realignment

Area Mail Processing Study

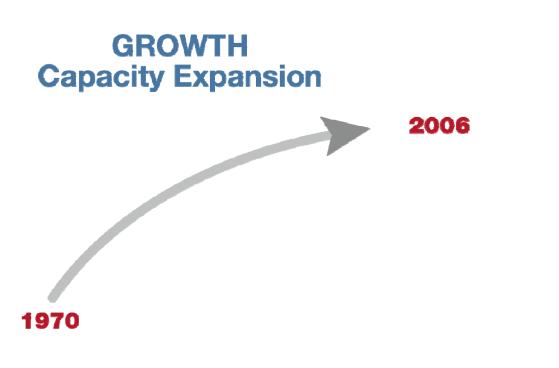
DENITED STATES POSTAL SERVICE® Mail Volume Shifting to a Less Profitable Mix



Volume in Billions of Pieces

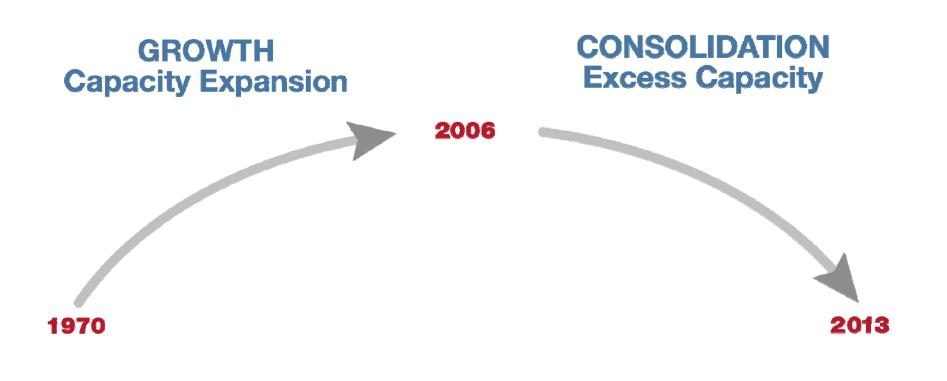


NETWORK CAPACITY



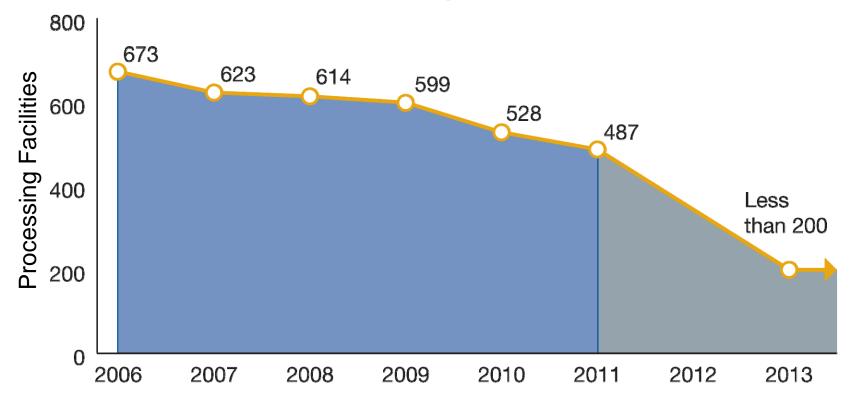


NETWORK CAPACITY





Potential Decrease in Processing Facilities Through 2013





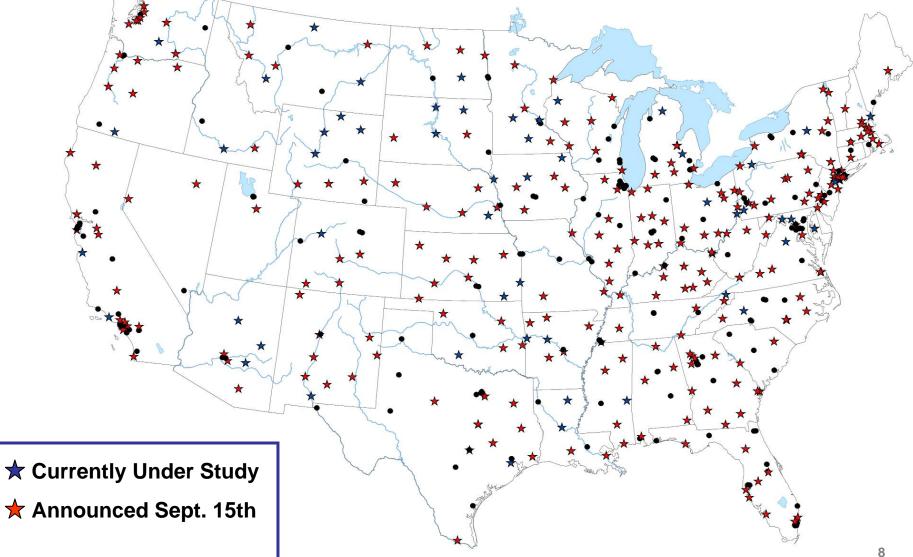
Mail Processing Facility Footprint





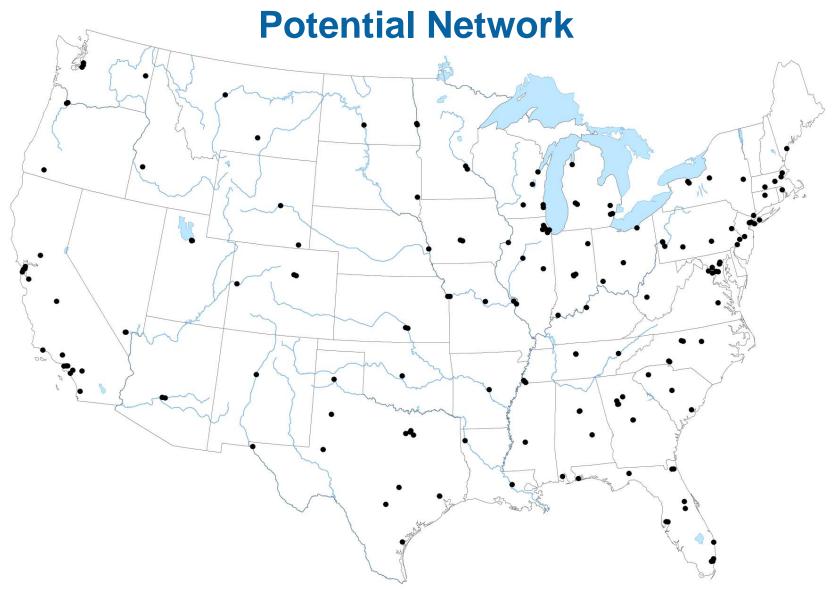
Studying 252 Facilities for Potential Consolidation

UNITED STATES POSTAL SERVICE®



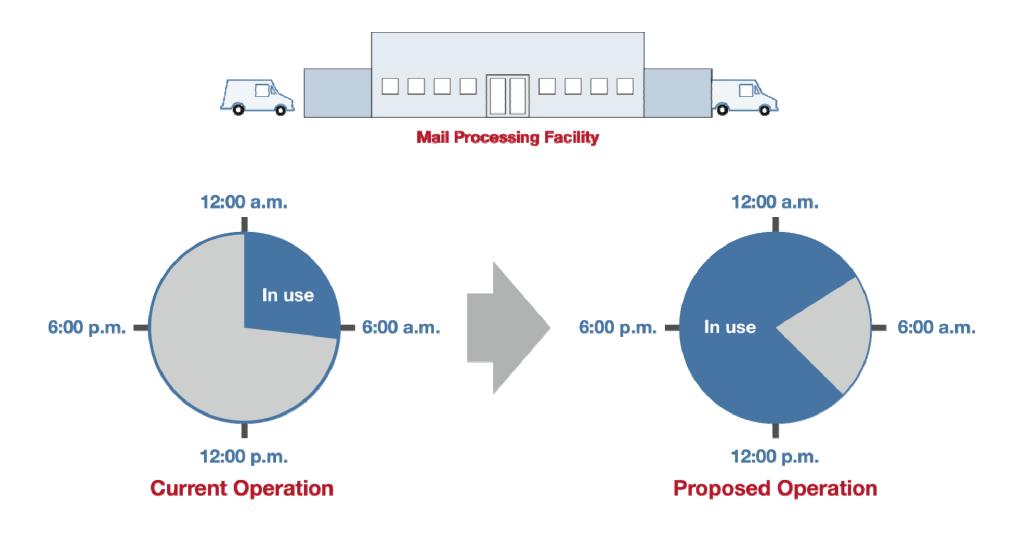


Mail Processing Facility Footprint





Mail Processing Redesign





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

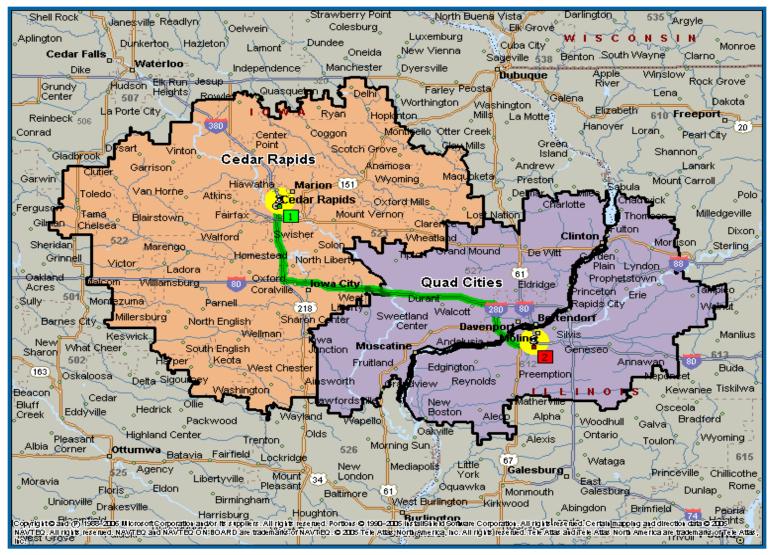


Topic

Area Mail Processing Study



DISTANCE BETWEEN FACILITIES – 90.5 miles





BUSINESS CASE^{*}

Proposed Annual Savings:	\$3,631,128
Transportation Savings	\$780,580
Maintenance Savings:	\$989,200
Mail Processing Management Savings:	\$175,085
Mail Processing Workhour Savings:	\$1,686,263

*Preliminary results subject to change



EMPLOYEE IMPACTS^{*}

Net craft impacts: -30

Net management impacts: -4

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 Hawkeye District 7900 Hickman Road Des Moines IA 50324-4400

Must be postmarked by December 14, 2011