

Fayetteville AR P&DF Area Mail Processing (AMP) Public Meeting

December 14, 2011

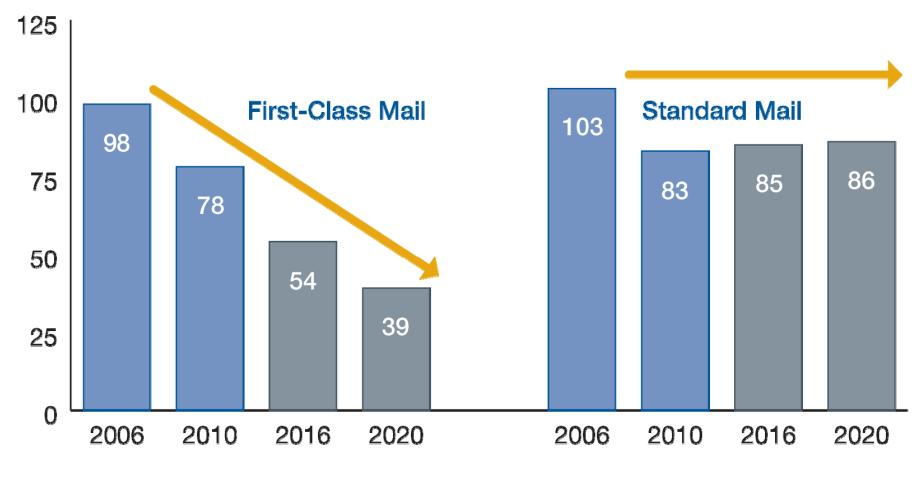


Two Topics

Radical Network Realignment

Area Mail Processing Study

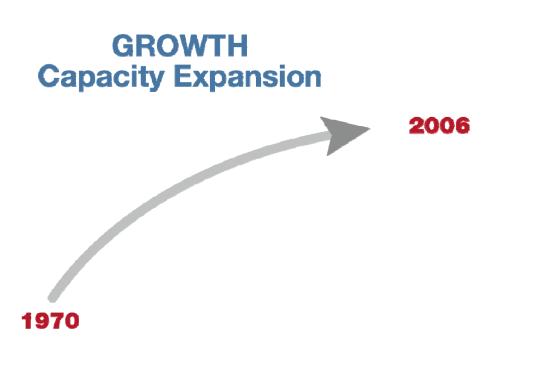
DENITED STATES POSTAL SERVICE® Mail Volume Shifting to a Less Profitable Mix



Volume in Billions of Pieces

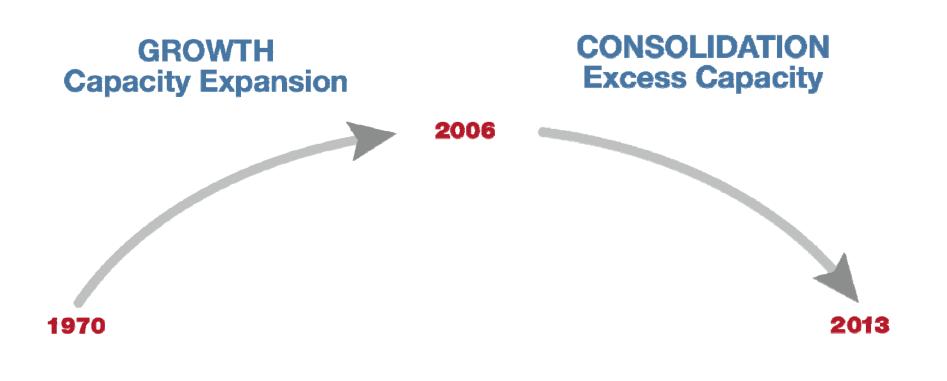


NETWORK CAPACITY



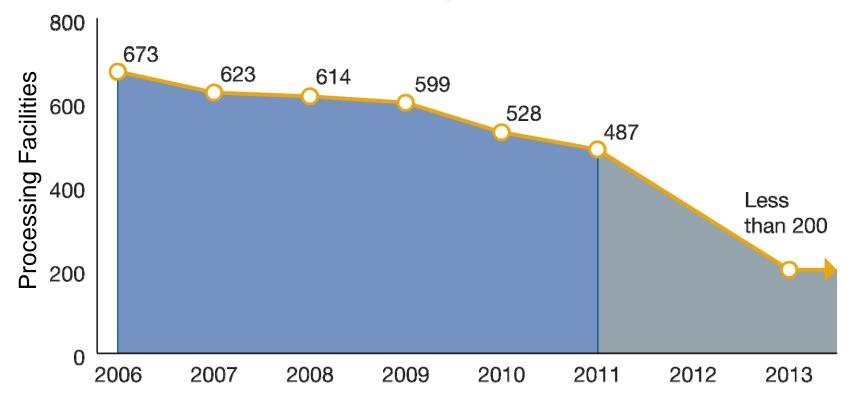


NETWORK CAPACITY





Potential Decrease in Processing Facilities Through 2013





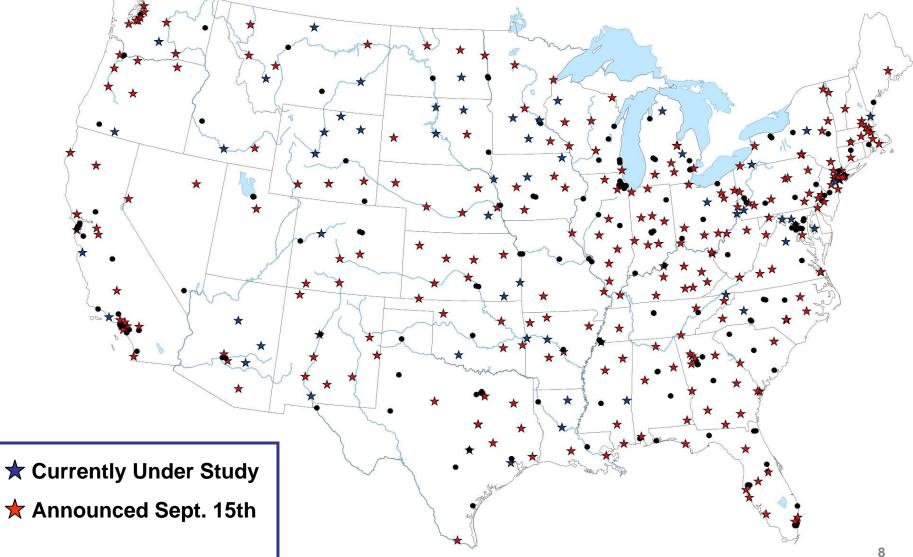
Mail Processing Facility Footprint





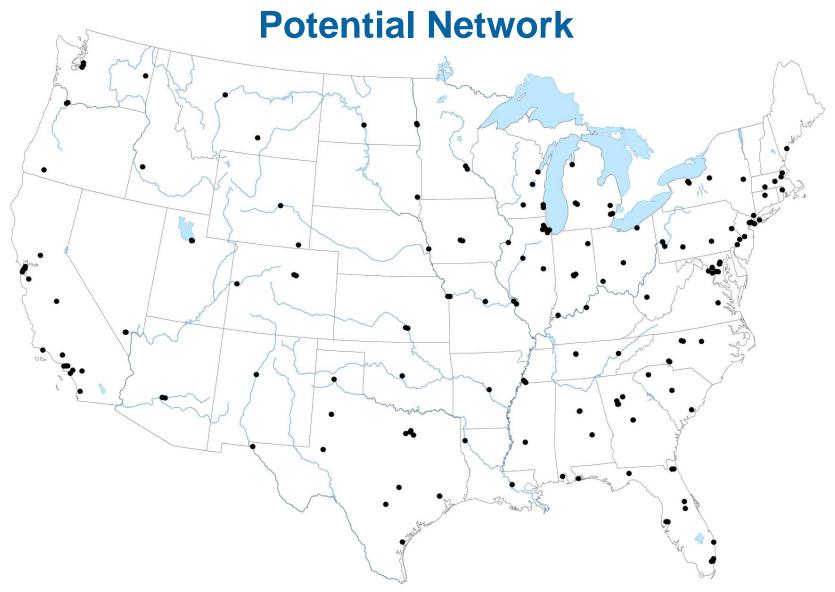
Studying 252 Facilities for Potential Consolidation

UNITED STATES POSTAL SERVICE®



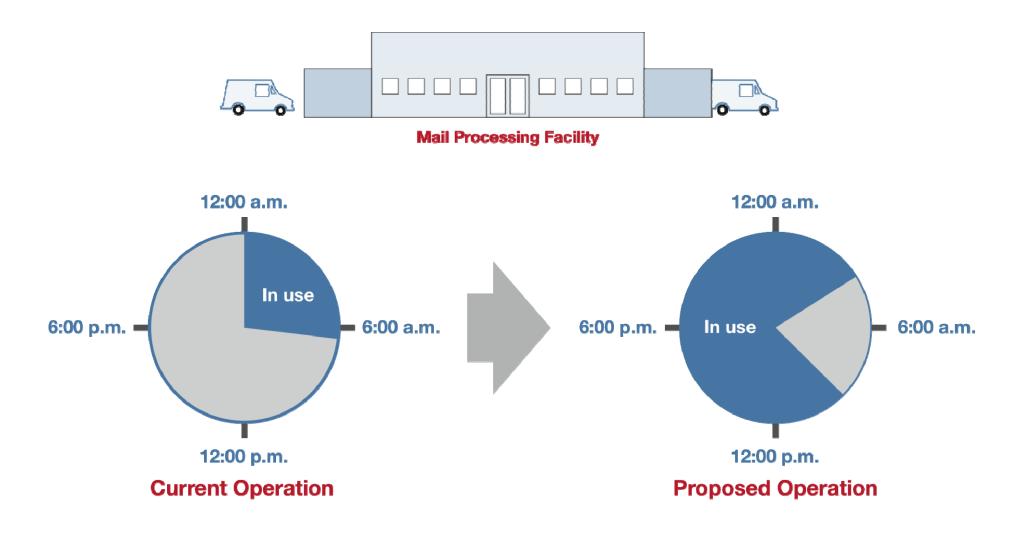


Mail Processing Facility Footprint





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

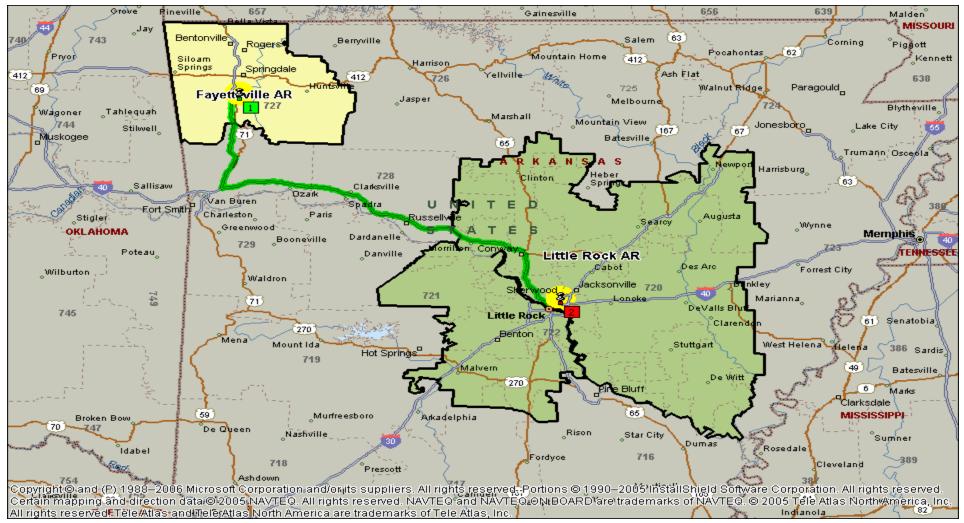


Topic

Area Mail Processing Study



DISTANCE BETWEEN FACILITIES – 189 miles





BUSINESS CASE^{*}

Mail Processing Workhour Savings:	\$2,735,915
Mail Processing Management Savings:	\$ 525,563
Maintenance Savings:	\$2,708,380
Transportation Costs:	\$ (100,476)
Proposed Annual Savings:	\$5,869,382

*Preliminary results subject to change



EMPLOYEE IMPACTS^{*}

Craft Employees Impacted at Fayetteville P&DF	- 91
Proposed Craft Positions to be added at Little Rock	+ 51
Net Craft Employees impacts due to consolidations	- 40

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 Arkansas District 420 Natural Resources Dr Little Rock AR 72205-9631

Must be postmarked by December 29, 2011.