

Florence to Columbia Area Mail Processing (AMP) **PUBLIC MEETING**

December 19, 2011

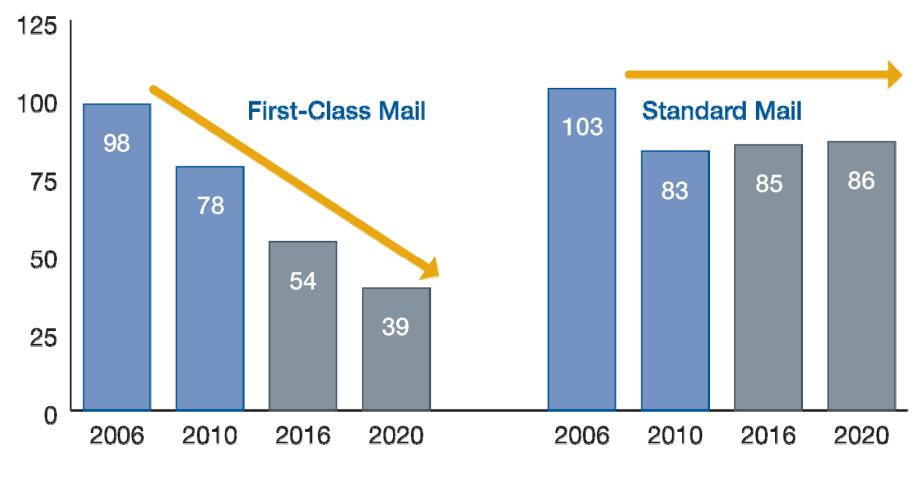


Two Topics

Radical Network Realignment

Area Mail Processing Study

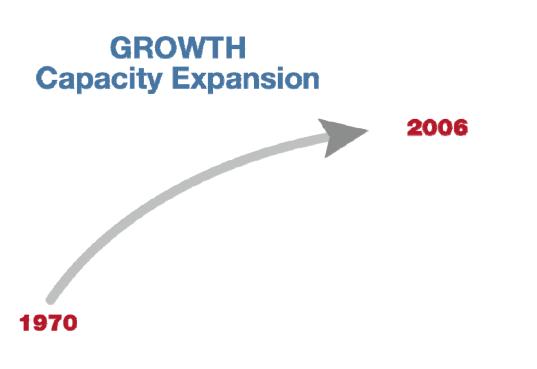
DENITED STATES POSTAL SERVICE® Mail Volume Shifting to a Less Profitable Mix



Volume in Billions of Pieces

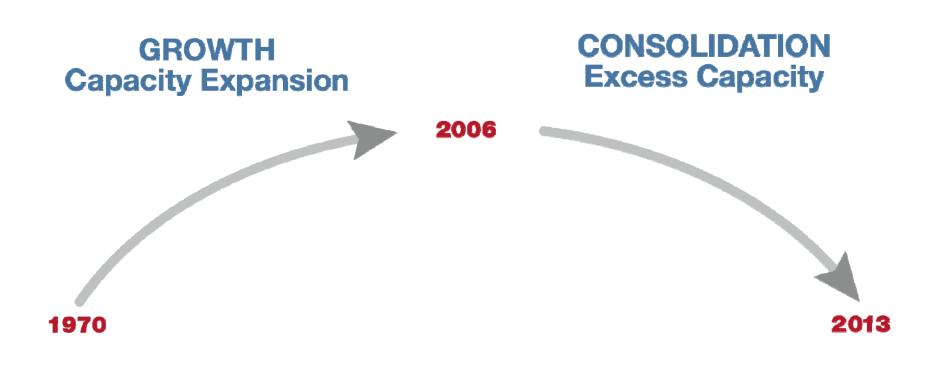


NETWORK CAPACITY



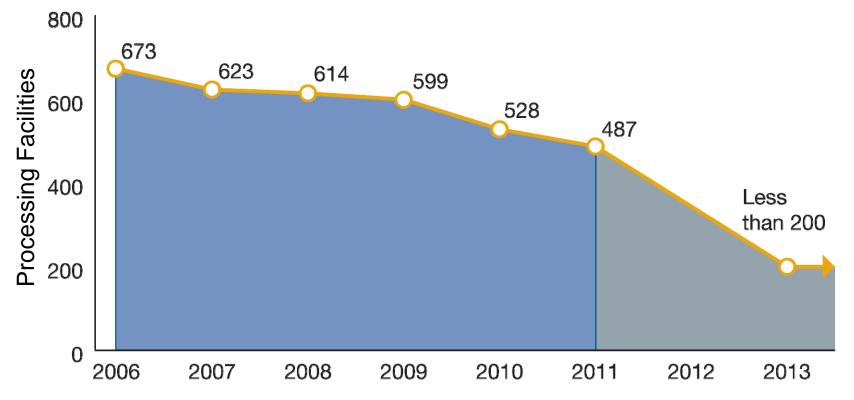


NETWORK CAPACITY





Potential Decrease in Processing Facilities Through 2013





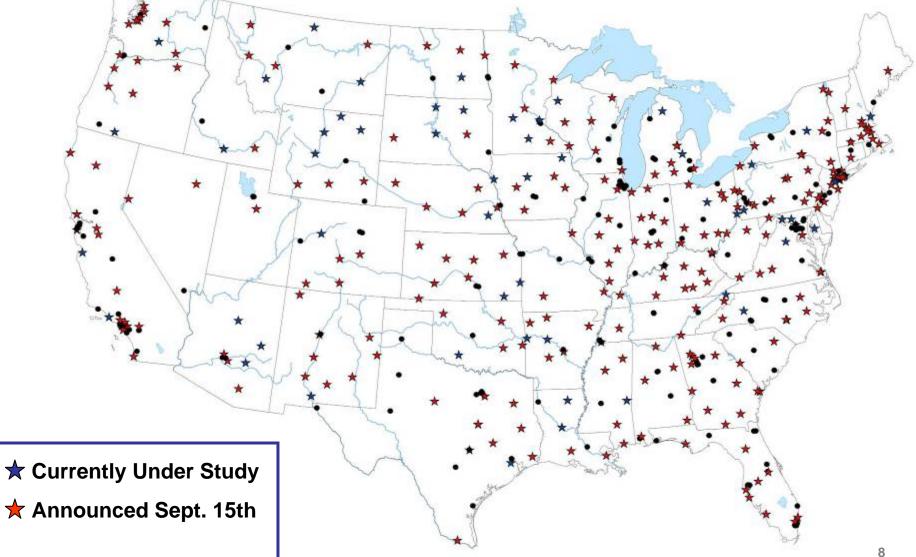
Mail Processing Facility Footprint





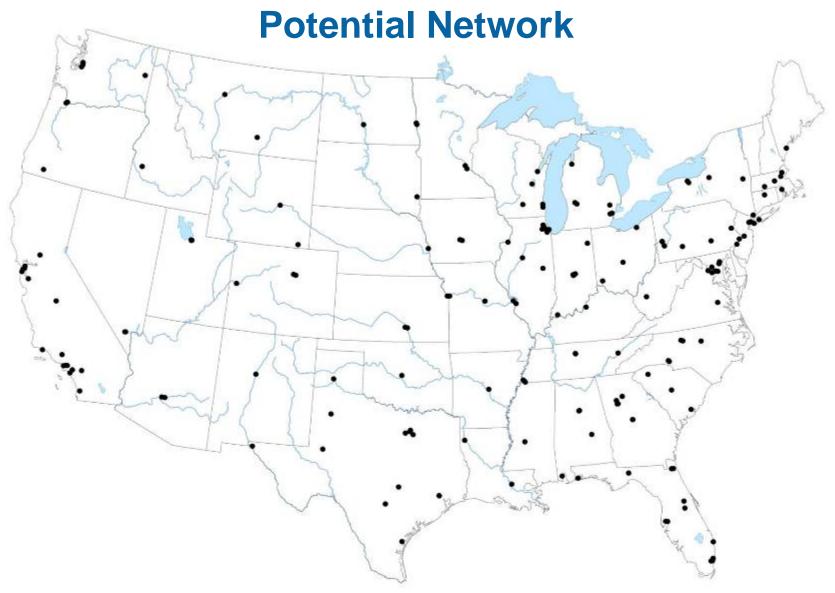
Studying 252 Facilities for Potential Consolidation

UNITED STATES POSTAL SERVICE®



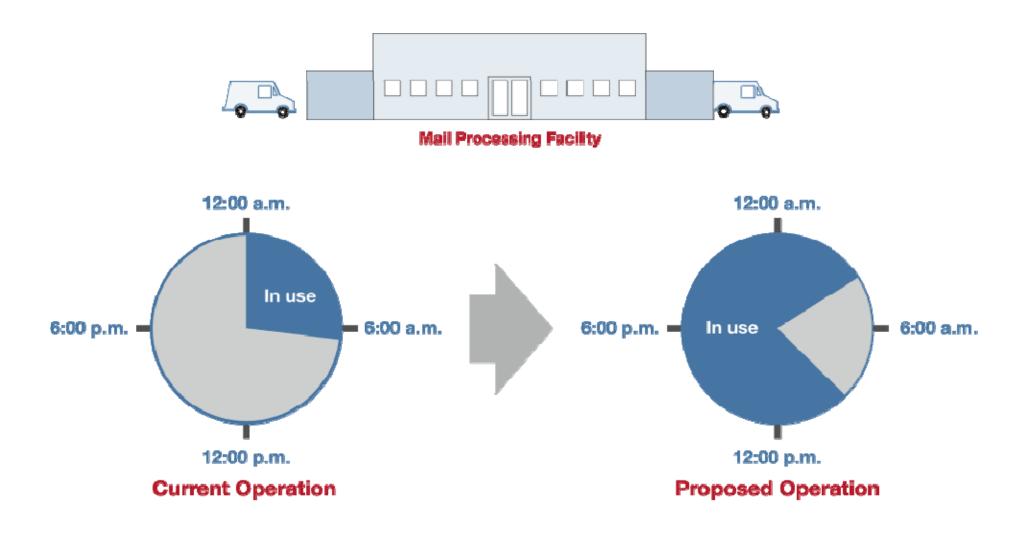


Mail Processing Facility Footprint





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
- Up to \$3 Billion Cost Reduction



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

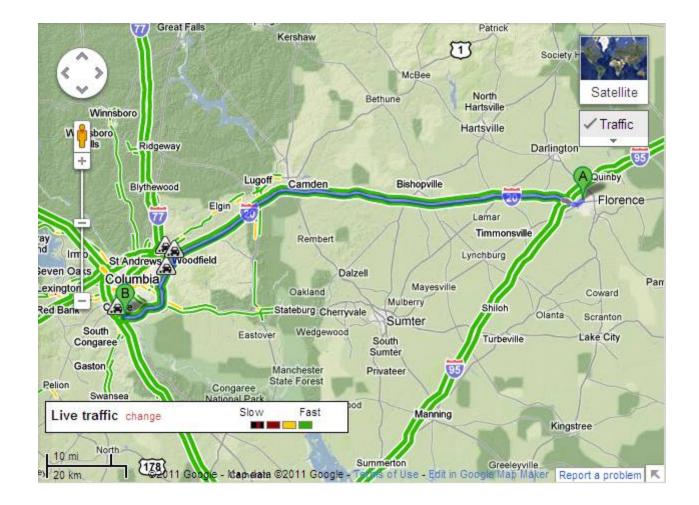


Topic

Area Mail Processing Study



DISTANCE BETWEEN FACILITIES – 84.1 miles





BUSINESS CASE^{*}

Mail Processing Workhour Savings:	\$2,279,464
Mail Processing Management Savings:	\$437,215
Maintenance Savings:	\$1,282,204
Transportation Costs:	\$219,209
Proposed Annual Savings:	\$2,712,033

*Preliminary results subject to change



EMPLOYEE IMPACTS^{*}

Net craft impacts: -38

Net management impacts: -1

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

*Preliminary results subject to change



CUSTOMER & DELIVERY SERVICES

- No changes to First-Class Mail
- Retail hours remains the same
- Business mail acceptance remains the same
- Collection mail remains the same
- Local postmark remains available



NEXT STEPS

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



Mail additional comments to:

Manager, Consumer & Industry Contact Greater South Carolina District 2001 Dixiana Rd. W. Columbia, SC 29172-3007

Must be postmarked by January 3, 2012