



UNITED STATES
POSTAL SERVICE®

**Grand Island PDF, NE
Area Mail Processing (AMP)
Public Meeting**

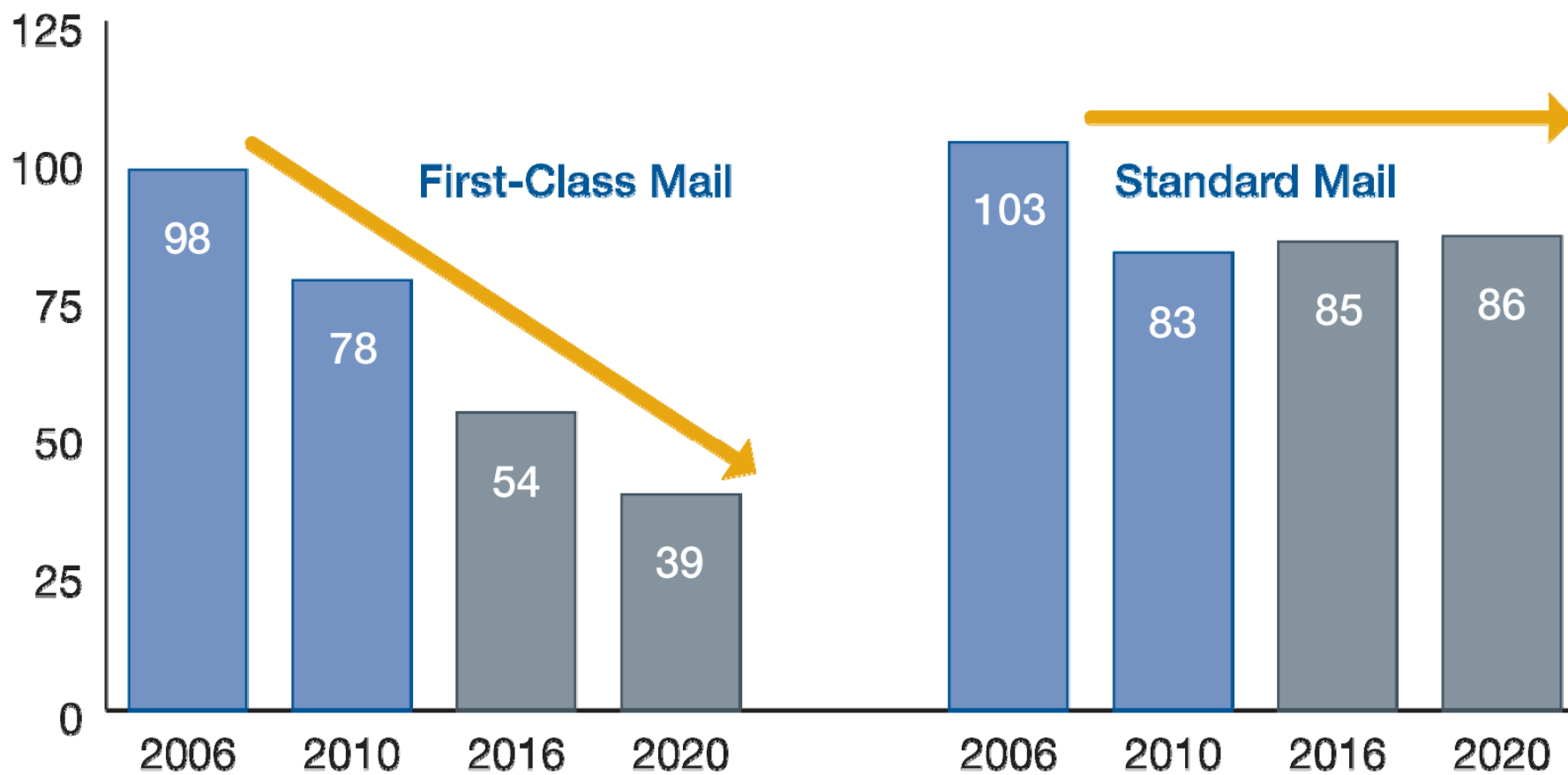
November 17, 2011



Two Topics

**Radical
Network
Realignment**

**Area Mail
Processing
Study**



Volume in Billions of Pieces

NETWORK CAPACITY

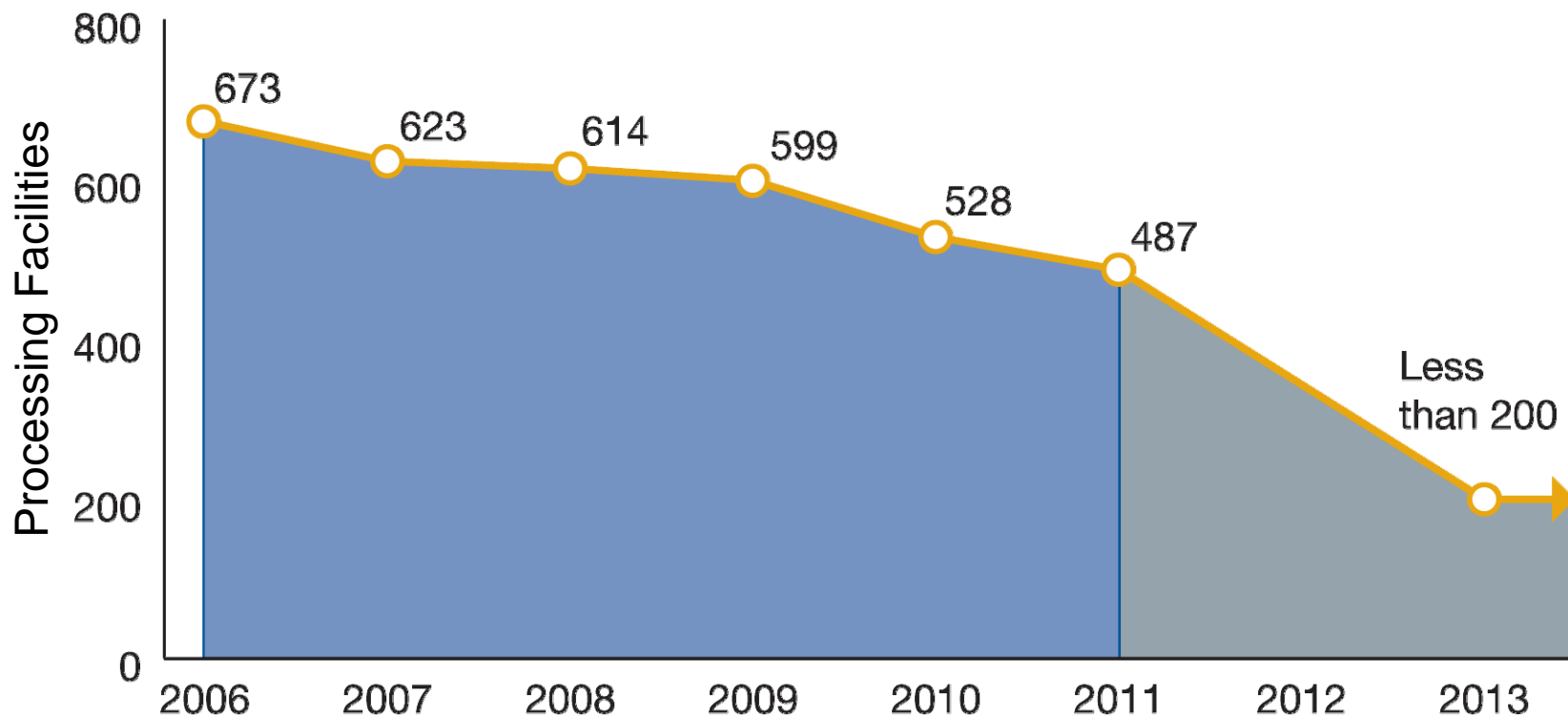
GROWTH
Capacity Expansion



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



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**

BUSINESS CASE*

Mail Processing Workhour Savings:	\$862,642
Mail Processing Management Savings:	\$198,109
Maintenance Savings:	\$430,528
Transportation Savings:	\$130,130
Other Workhour Savings:	\$43,952
Proposed Annual Savings:	\$1,665,361
One Time Implementation Costs:	\$286,120

*Preliminary results subject to change

EMPLOYEE IMPACTS*

Net craft employee impacts: -17

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
Central Plains District
PO Box 199504
Omaha NE 68119-9504

Must be postmarked by December 2, 2011