



**Johnson City, TN  
Area Mail Processing (AMP)  
Public Meeting**

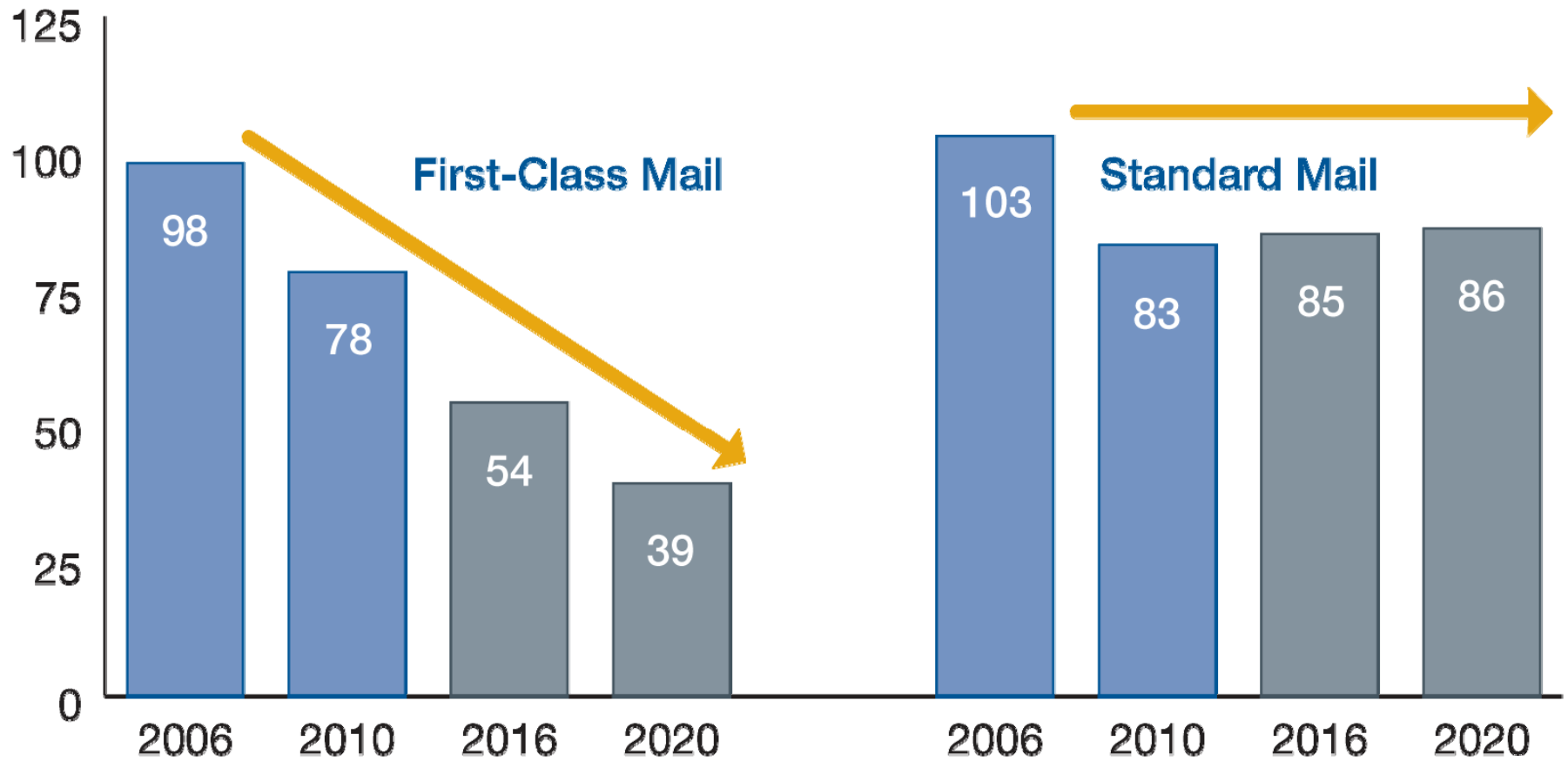
**December 8, 2011**



# Two Topics

**Radical  
Network  
Realignment**

**Area Mail  
Processing  
Study**



Volume in Billions of Pieces

# NETWORK CAPACITY

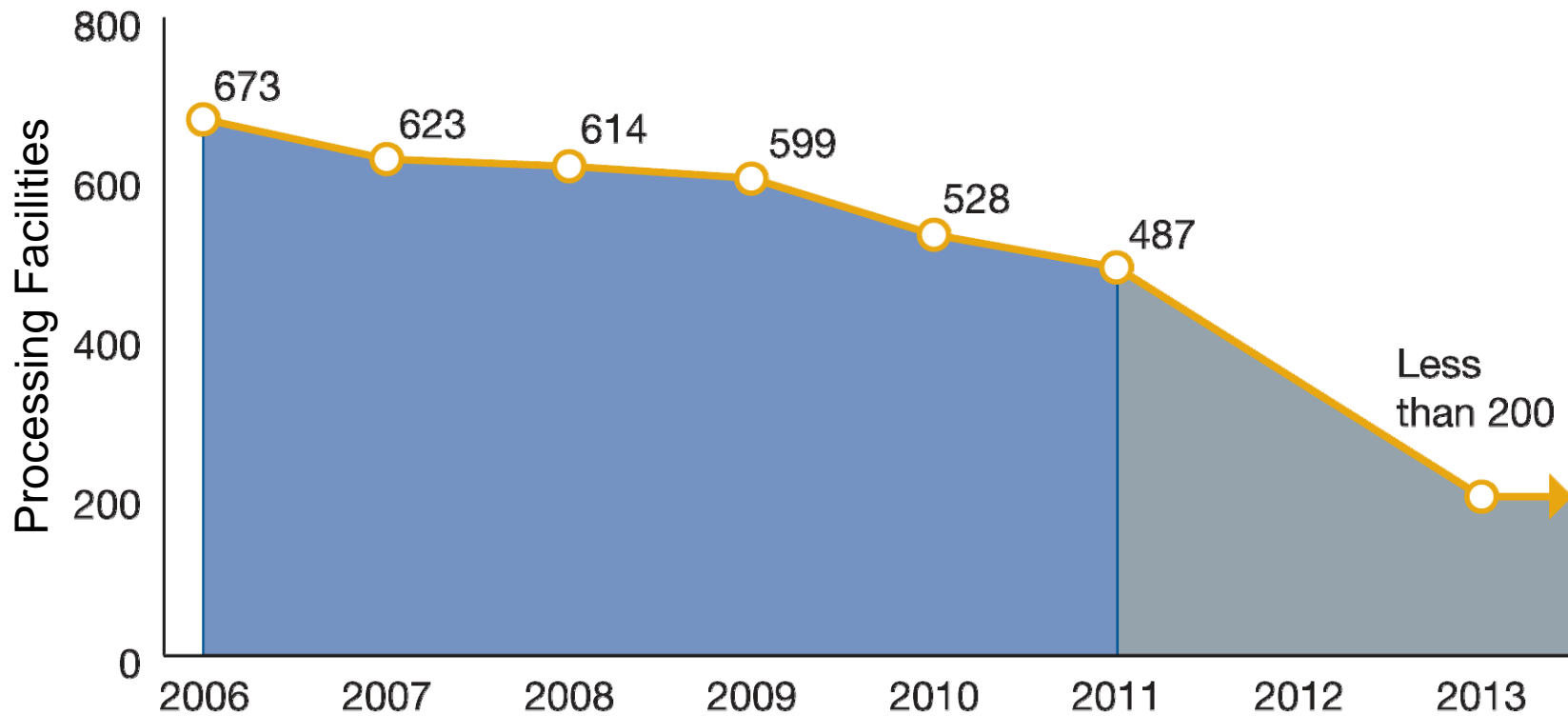
**GROWTH**  
Capacity Expansion



# 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
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## **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
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## OUR APPROACH

- Ongoing communication and collaborative solutions

**559,000**

Total Career Employees

**151,000**

Total Mail Processing Employees

**35,000**

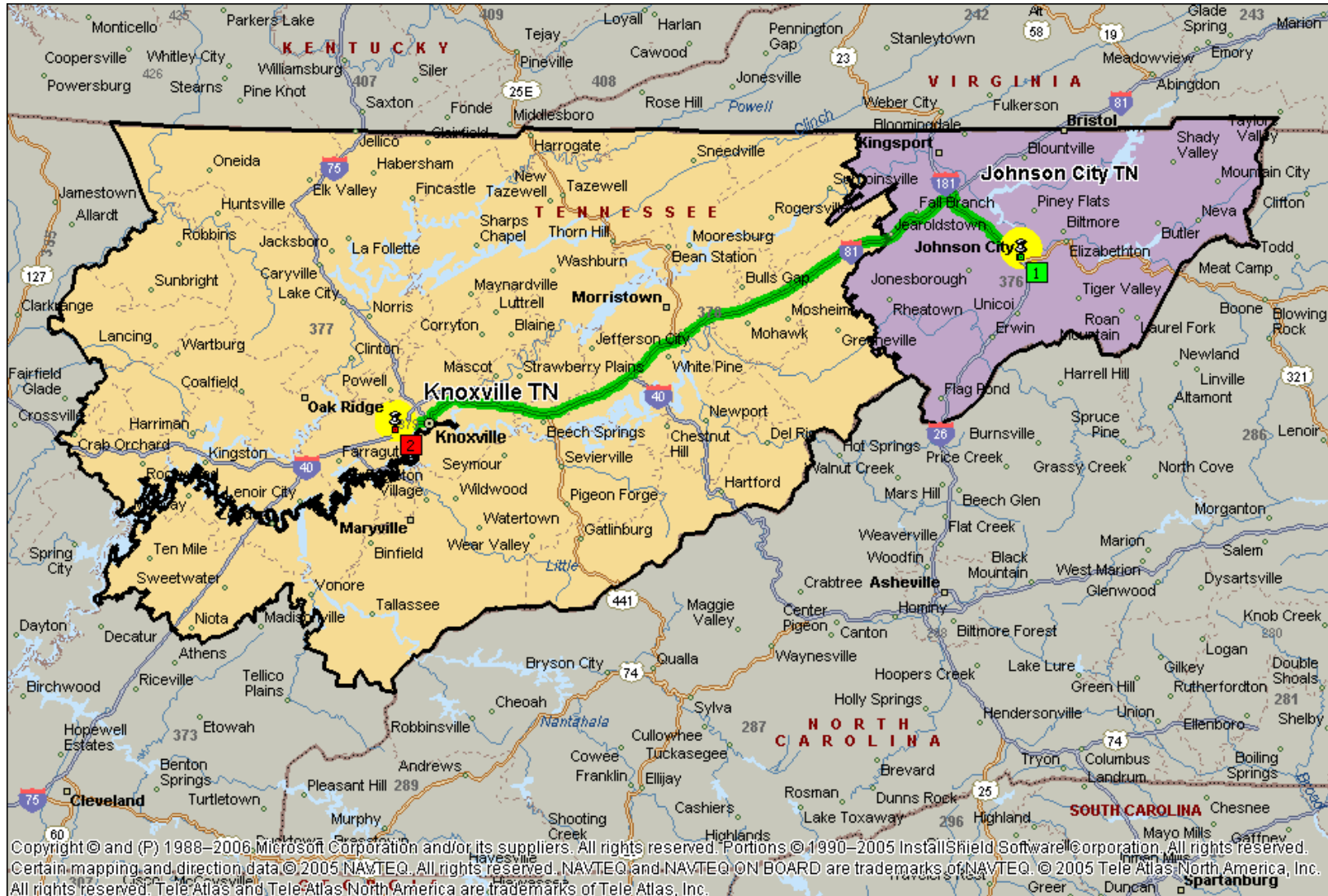
Fewer Mail Processing Positions



# Topic

**Area Mail  
Processing  
Study**

# DISTANCE BETWEEN FACILITIES – 111 miles



## BUSINESS CASE\*

Mail Processing Workhour Savings: \$2,030,207

Maintenance Savings: \$379,680

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Proposed Annual Savings: \$2,409,887

**\*Preliminary results subject to change**



## **EMPLOYEE IMPACTS\***

Net craft impacts: -33

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  
Tennessee District  
525 Royal Parkway  
Nashville, TN 37229-9603

*Must be postmarked by **December 23, 2011***