

Liberal CSMPC, KS Area Mail Processing (AMP) Public Meeting

November 28, 2011

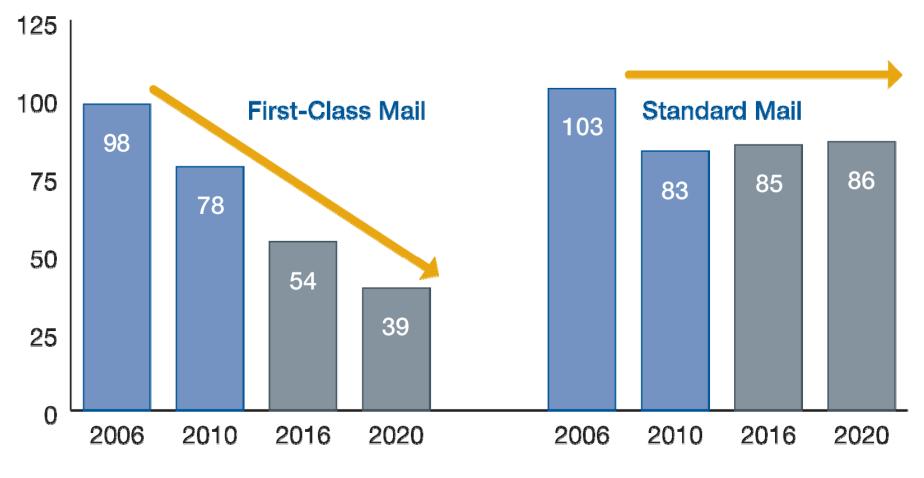


Two Topics

Radical Network Realignment

Area Mail Processing Study

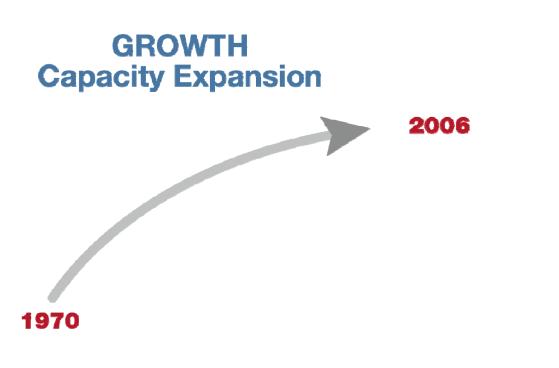
DENITED STATES POSTAL SERVICE® Mail Volume Shifting to a Less Profitable Mix



Volume in Billions of Pieces

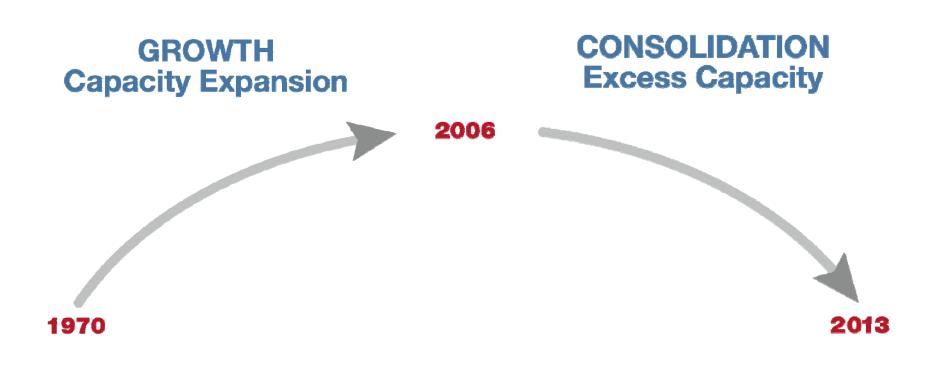


NETWORK CAPACITY



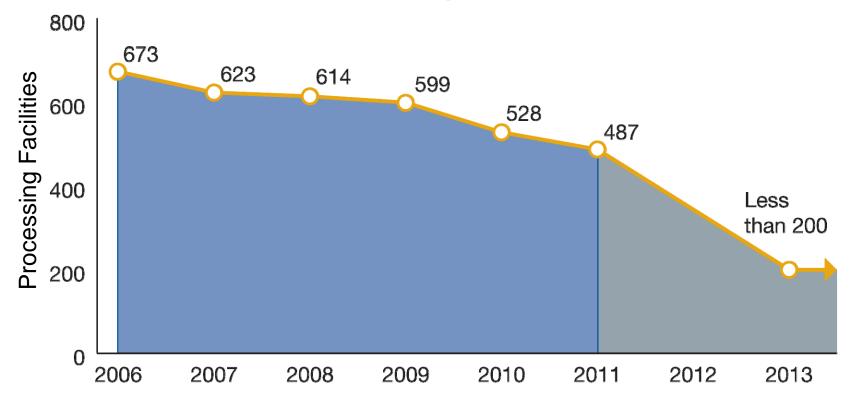


NETWORK CAPACITY





Potential Decrease in Processing Facilities Through 2013





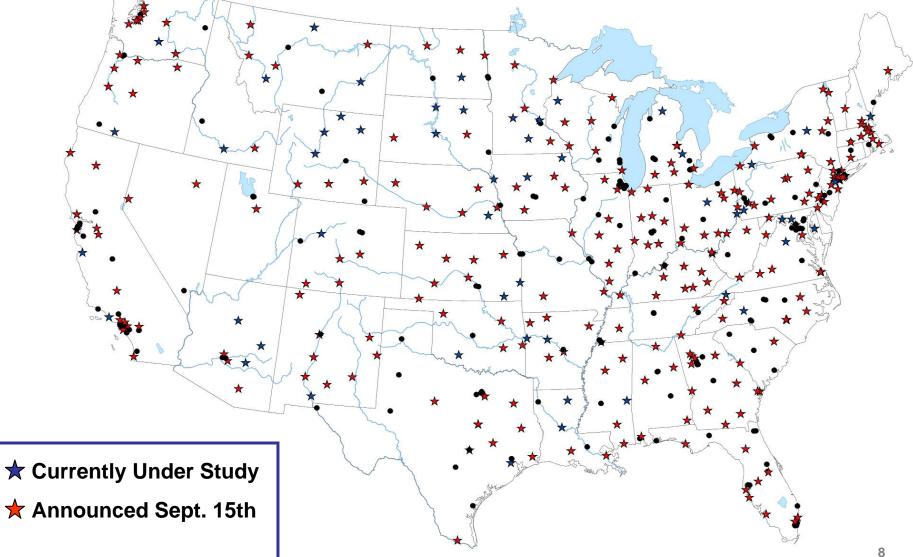
Mail Processing Facility Footprint





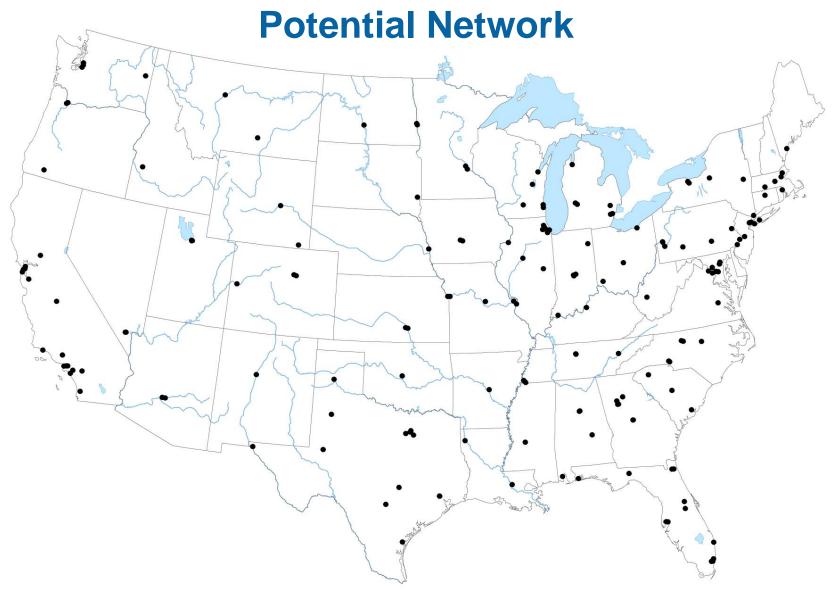
Studying 252 Facilities for Potential Consolidation

UNITED STATES POSTAL SERVICE®



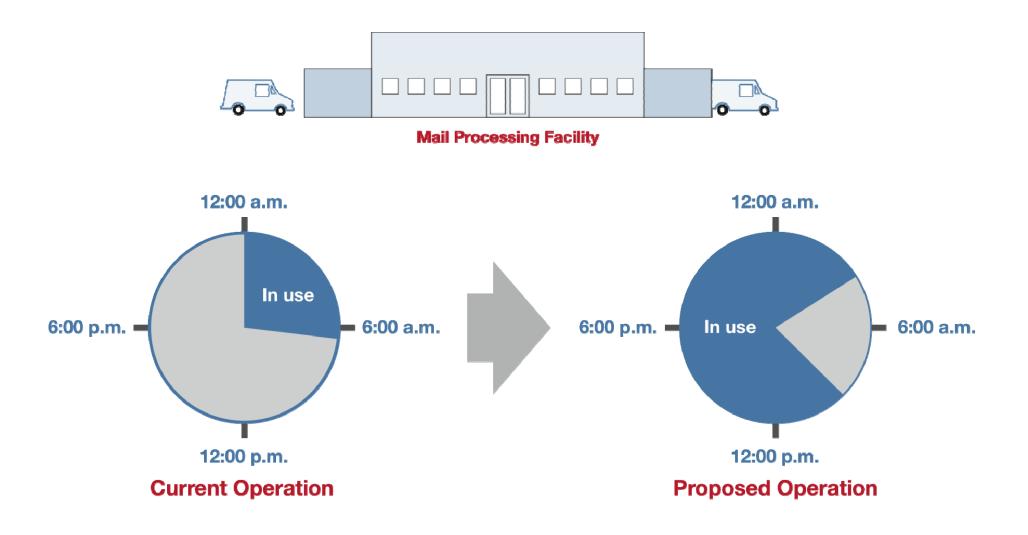


Mail Processing Facility Footprint





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



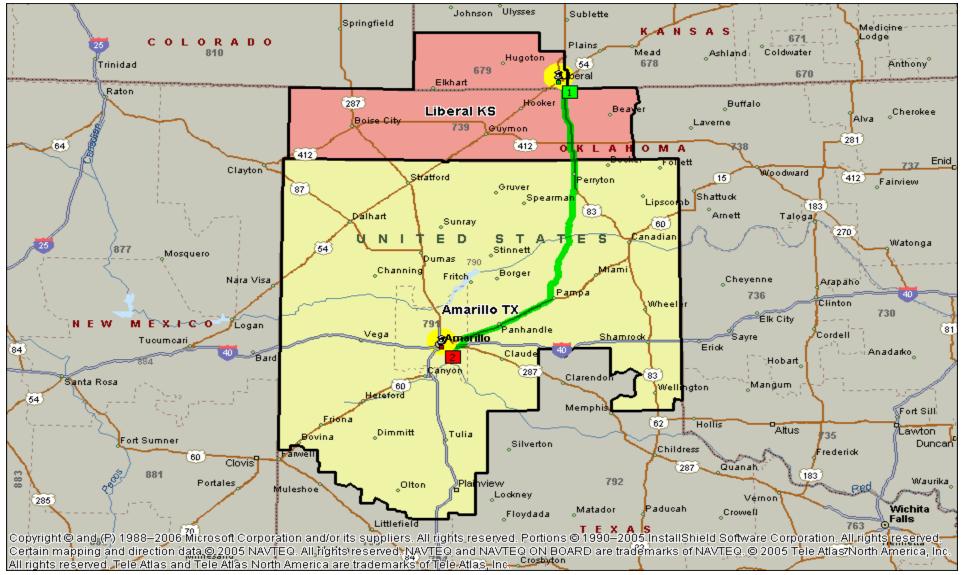
Topic

Area Mail Processing Study



Liberal to Amarillo AMP

DISTANCE BETWEEN FACILITIES – 167 miles





BUSINESS CASE^{*}

Mail Processing Workhour Savings:	\$112,864
Maintenance Savings:	\$200
Transportation Savings:	\$145,122
Proposed Annual Savings:	\$258,186



EMPLOYEE IMPACTS*

Net craft impacts:

-3

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 13, 2011