



UNITED STATES
POSTAL SERVICE®

Provo UT CSMPC
Area Mail Processing (AMP)
Public Meeting

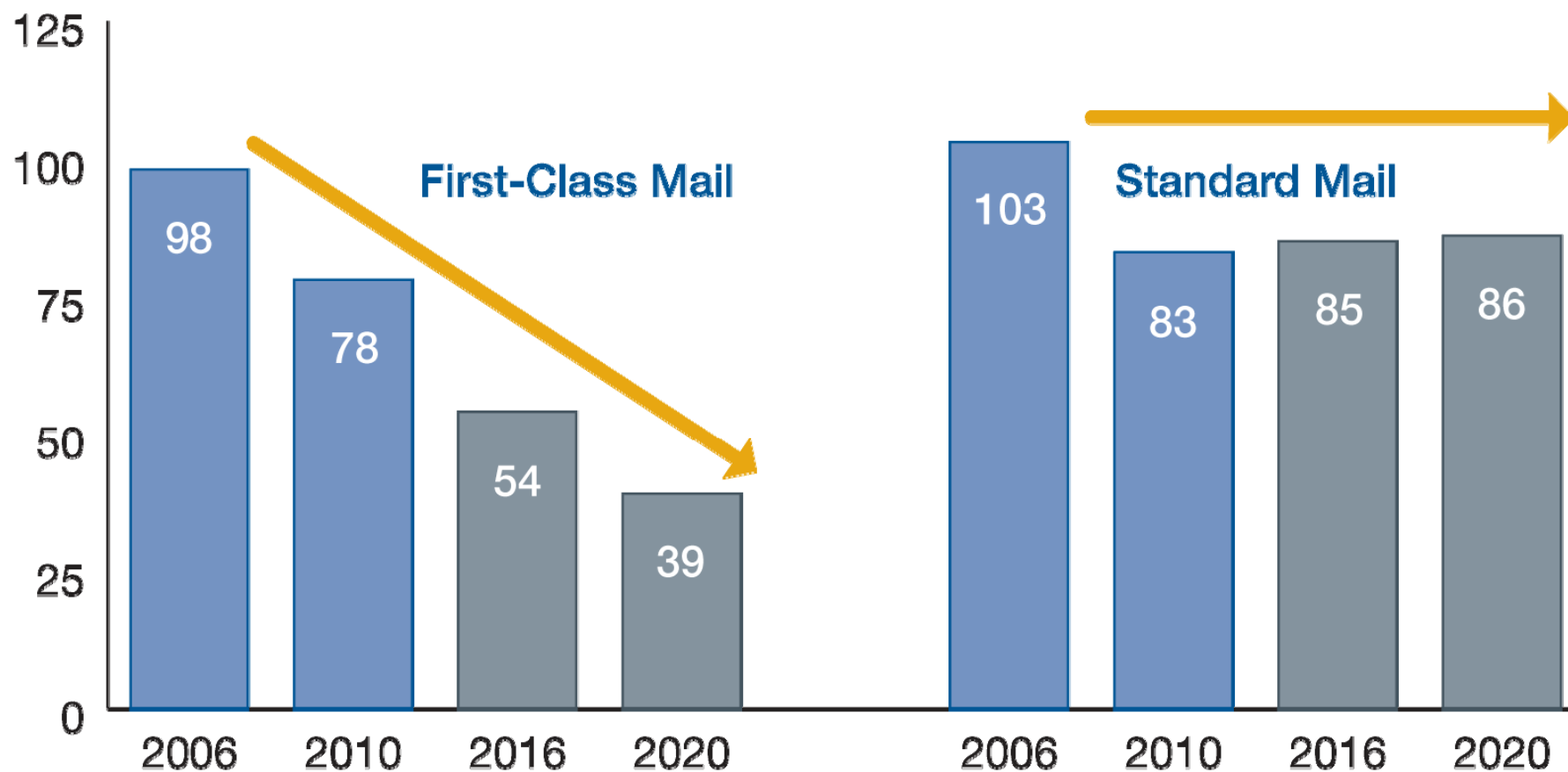
November 29, 2011



Two Topics

**Radical
Network
Realignment**

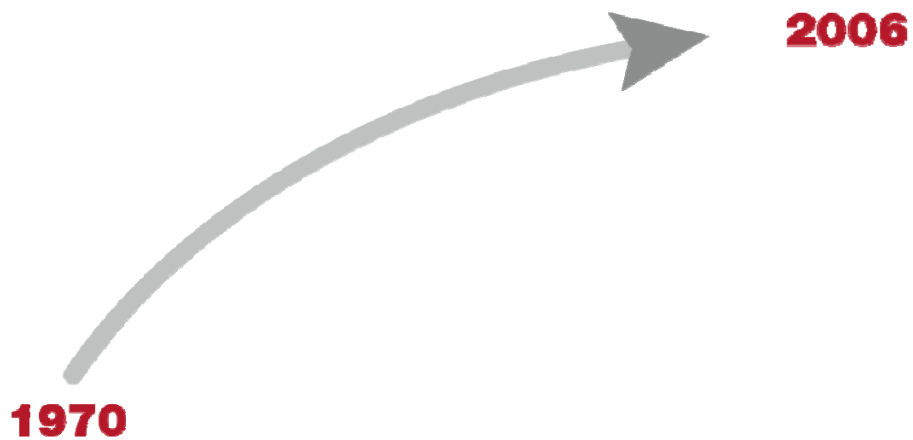
**Area Mail
Processing
Study**



Volume in Billions of Pieces

NETWORK CAPACITY

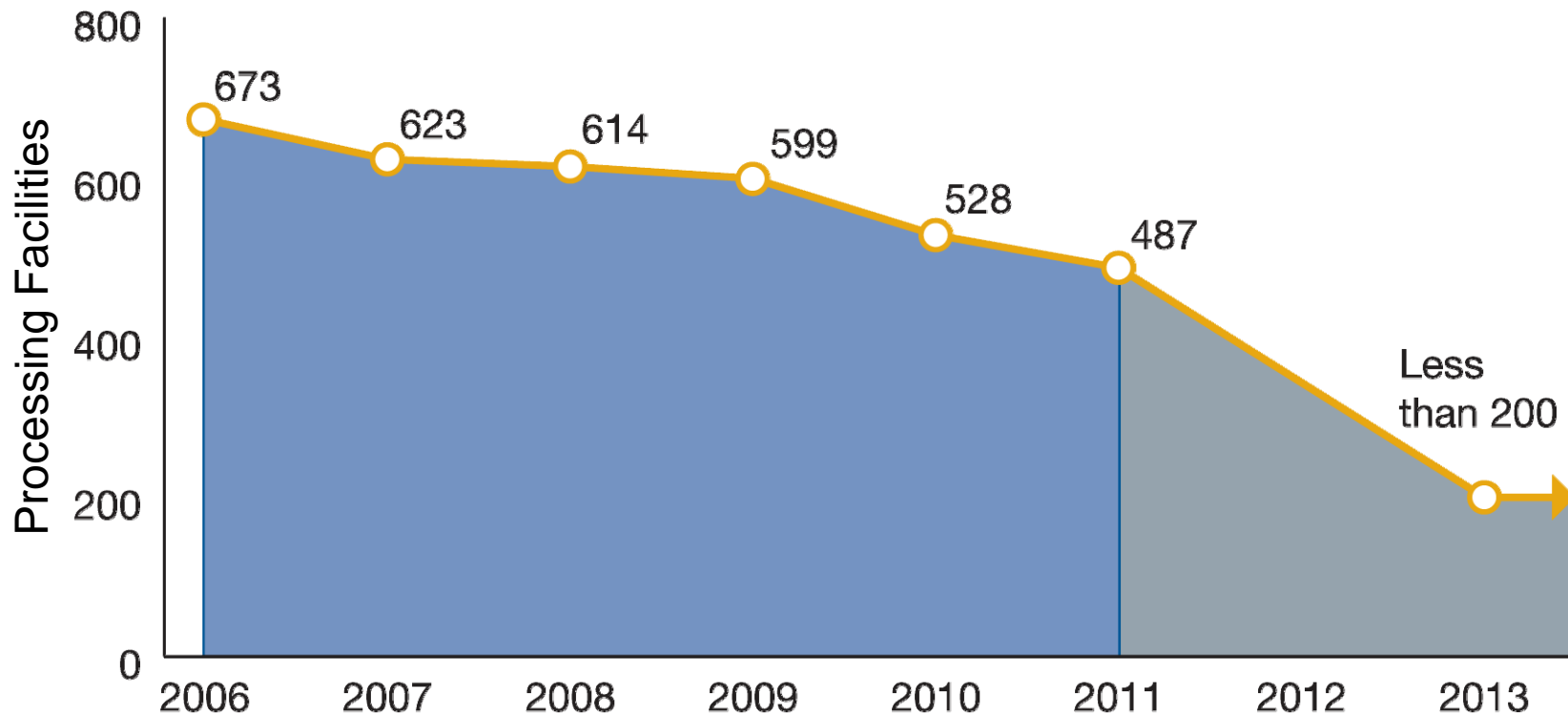
GROWTH
Capacity Expansion



NETWORK CAPACITY



Potential Decrease in Processing Facilities Through 2013



487 Facilities Today



● Current Mail Processing Sites

Studying 252 Facilities for Potential Consolidation

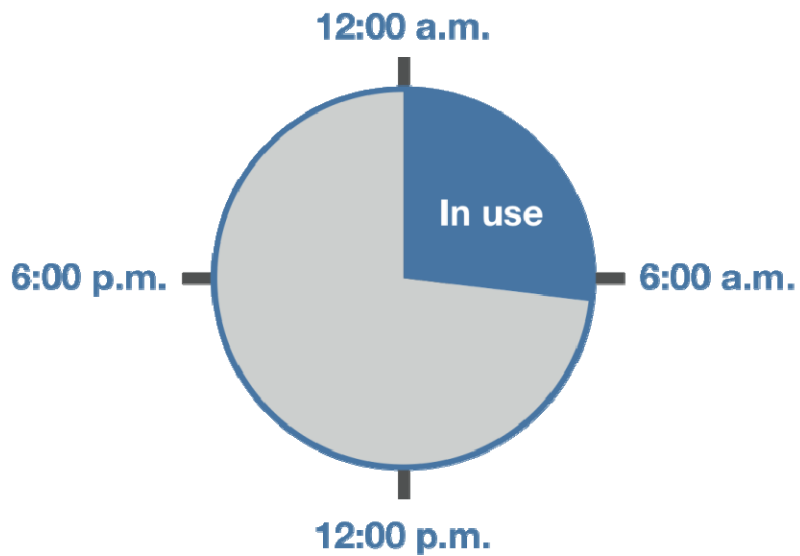


Potential Network

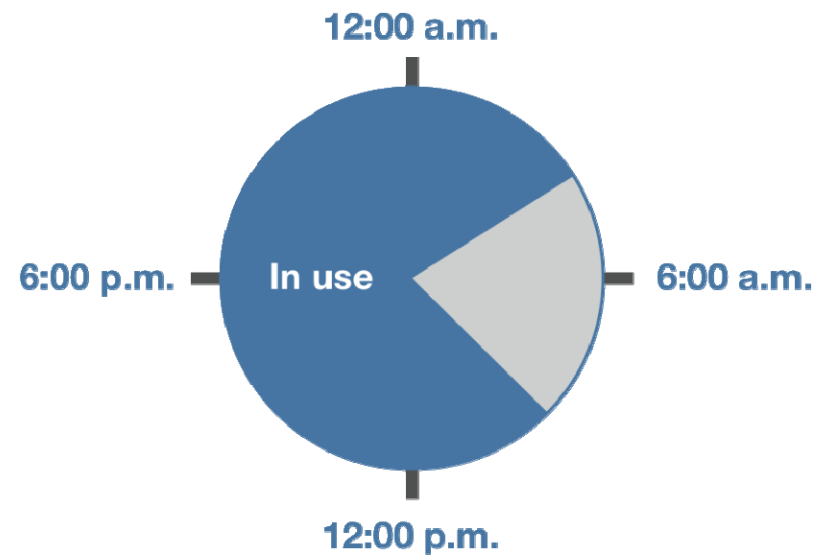




Mail Processing Facility



Current Operation



Proposed Operation

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

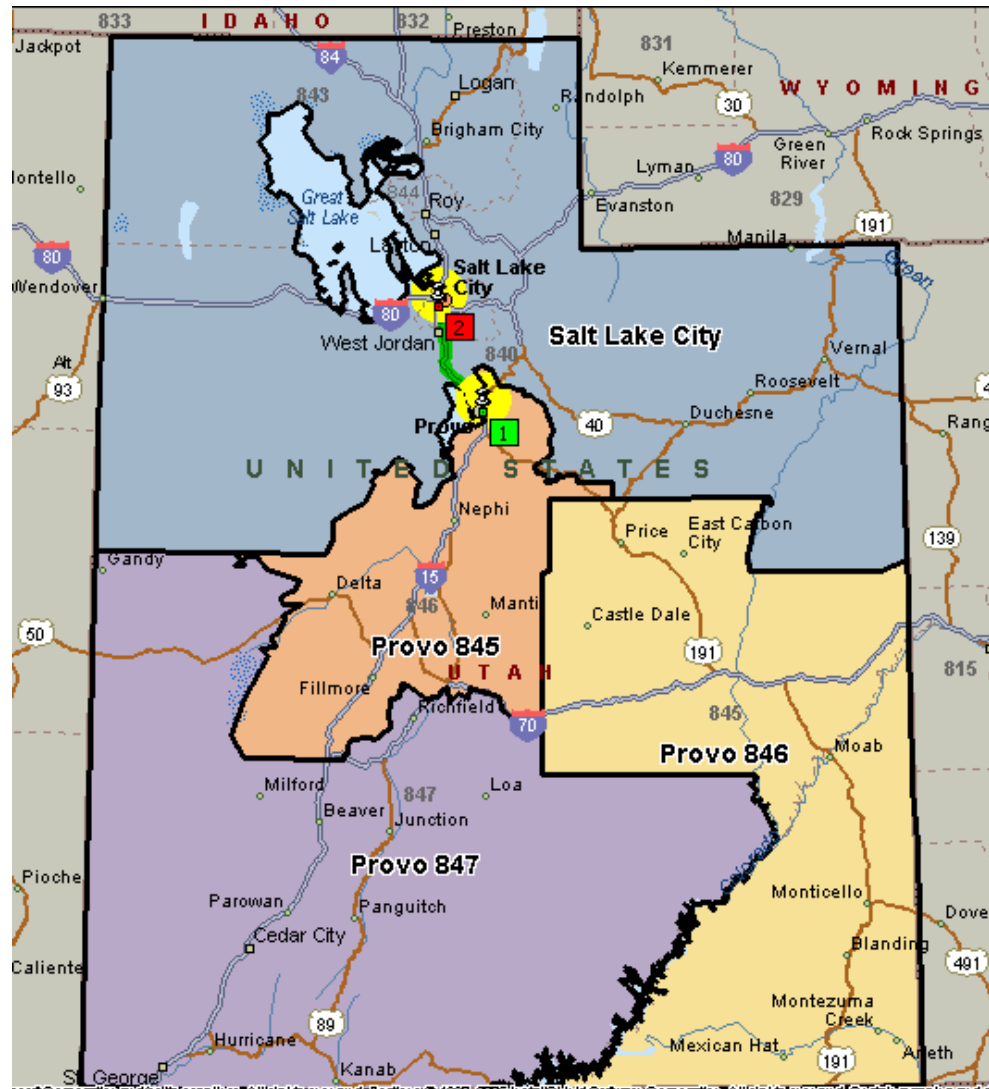


Topic

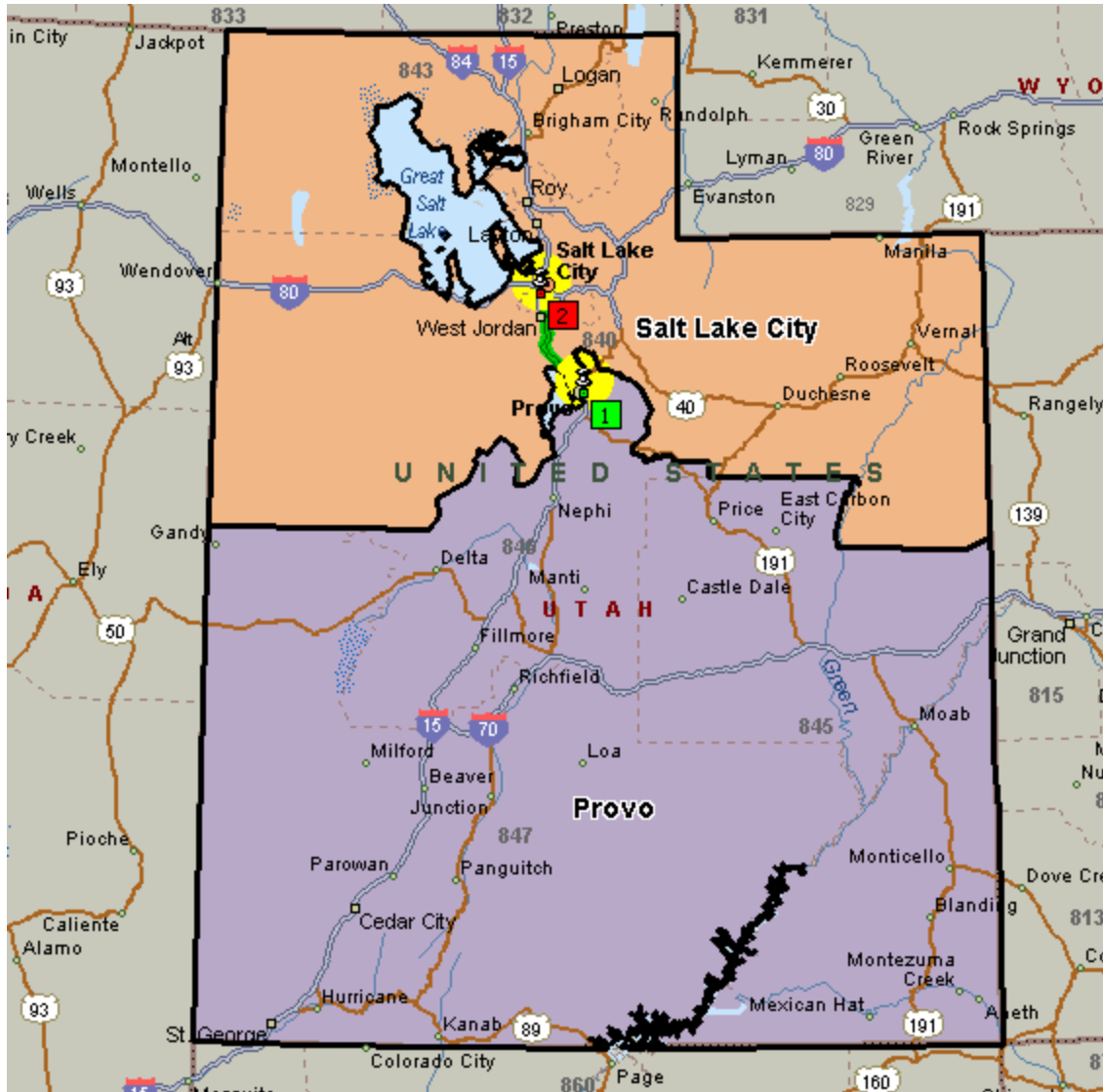
**Area Mail
Processing
Study**

Provo -

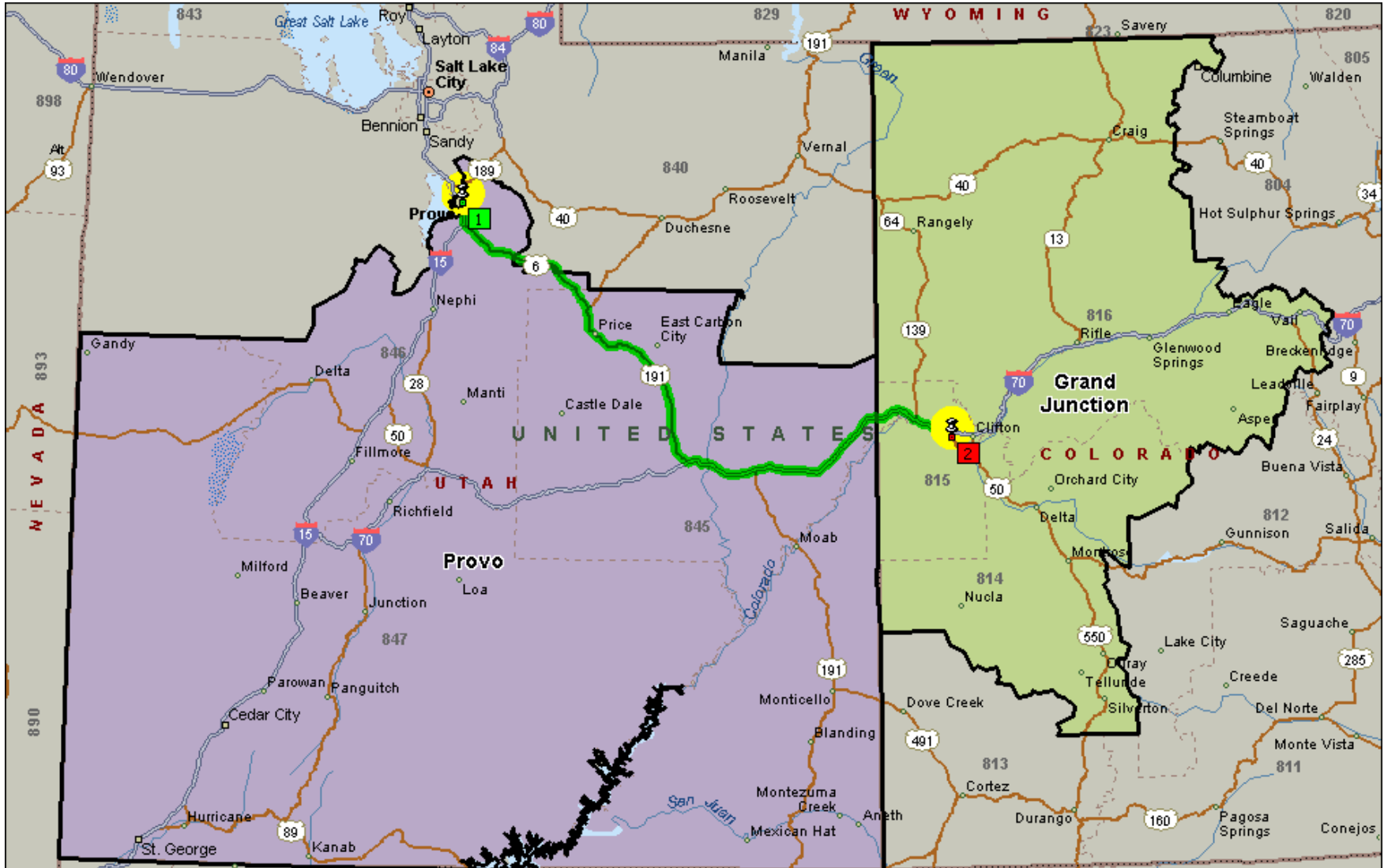
845 to Grand Junction, 846 to Salt Lake City, 847 To Las Vegas



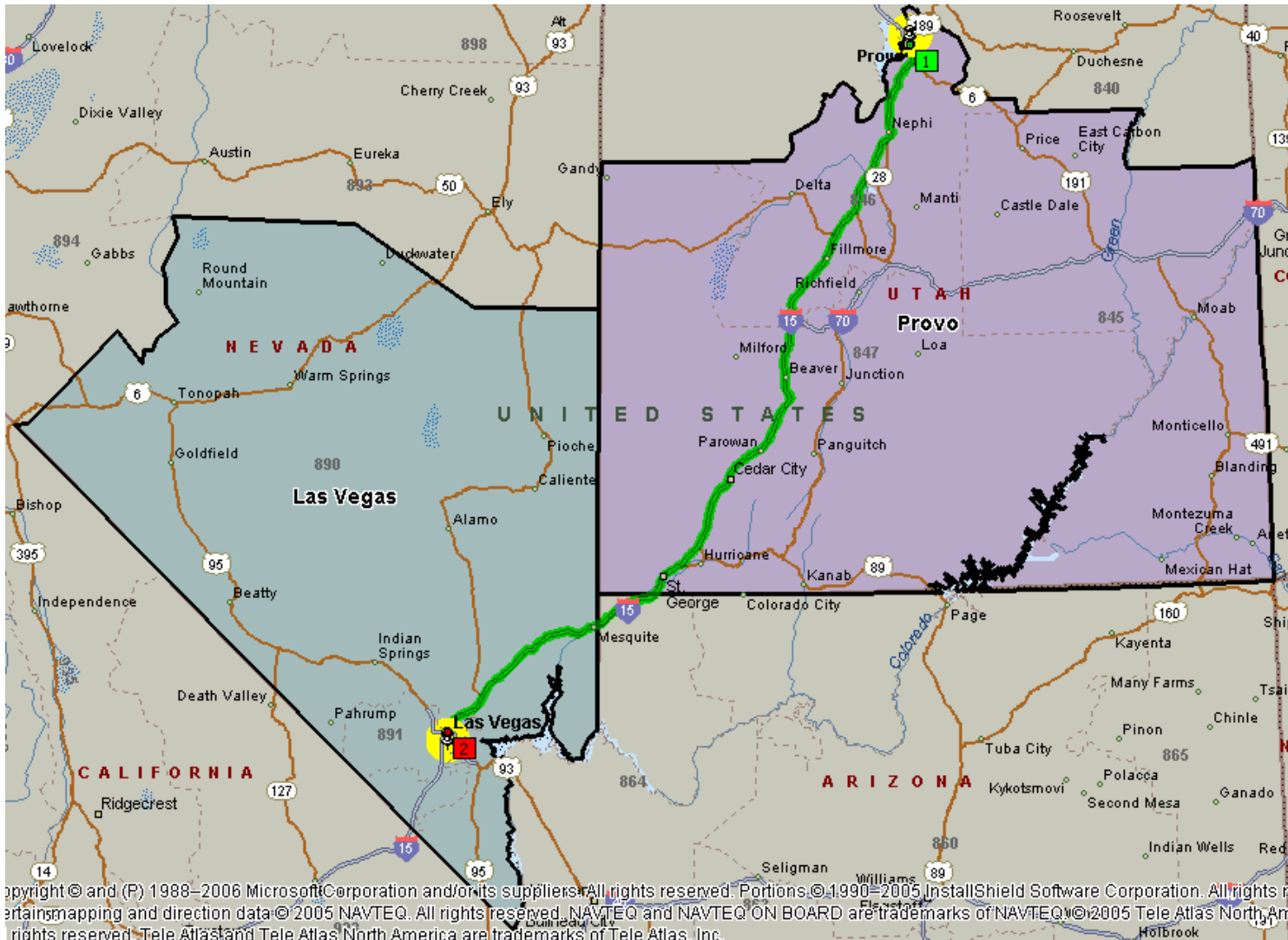
Distance between Provo and Salt Lake – 42.8 miles



Distance between Provo and Grand Junction – 238.1 miles



Distance between Provo and Las Vegas – 377.6 miles



BUSINESS CASE*

Mail Processing Workhour Savings:	\$1,833,060
Mail Processing Management Savings:	\$393,797
Maintenance Savings:	\$1,557,590
Transportation Costs:	(\$129,707)
<u>Proposed Annual Savings:</u>	<u>\$3,654,740</u>

*Preliminary results subject to change

EMPLOYEE IMPACTS*

Net craft impacts: -34

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
Salt Lake District
1760 W 2100 S
Salt Lake City UT 84199-9631

*Must be postmarked by **December 14, 2011***