

# Wenatchee, WA P&DF Area Mail Processing (AMP) Public Meeting

**December 1, 2011** 

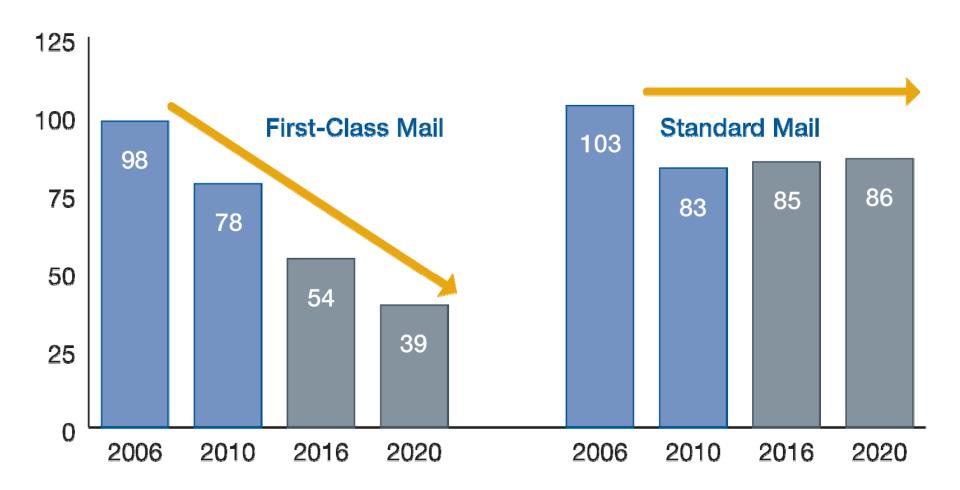


# **Two Topics**

Radical Network Realignment Area Mail Processing Study



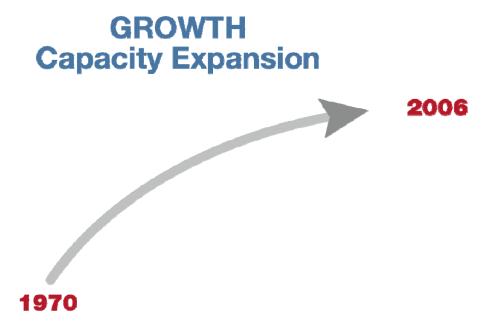
#### Mail Volume Shifting to a Less Profitable Mix



Volume in Billions of Pieces

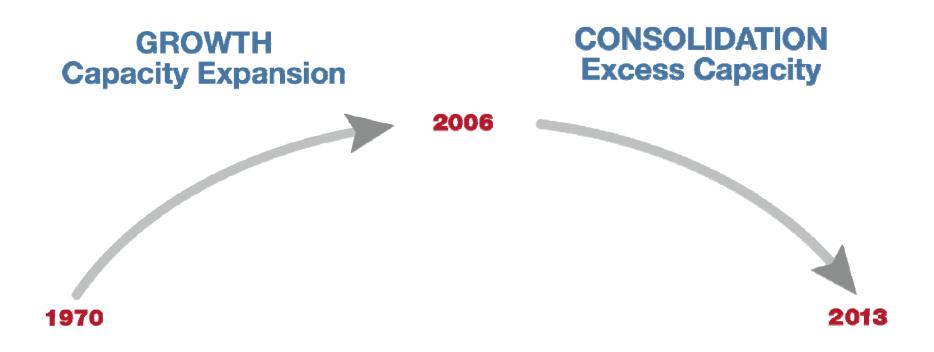


# **NETWORK CAPACITY**



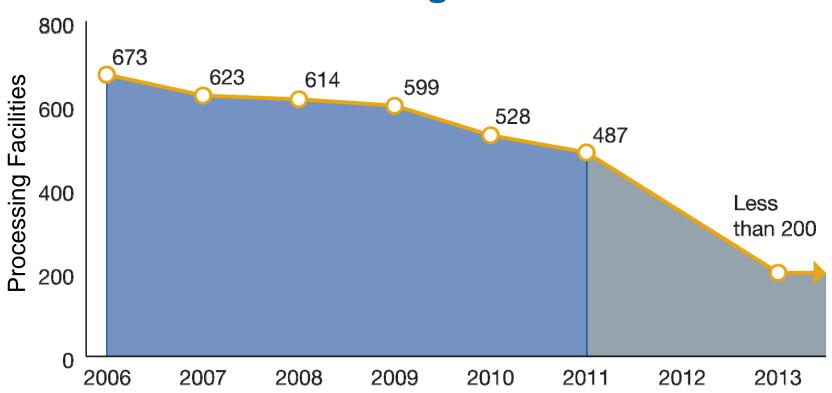


# **NETWORK CAPACITY**





# Potential Decrease in Processing Facilities Through 2013



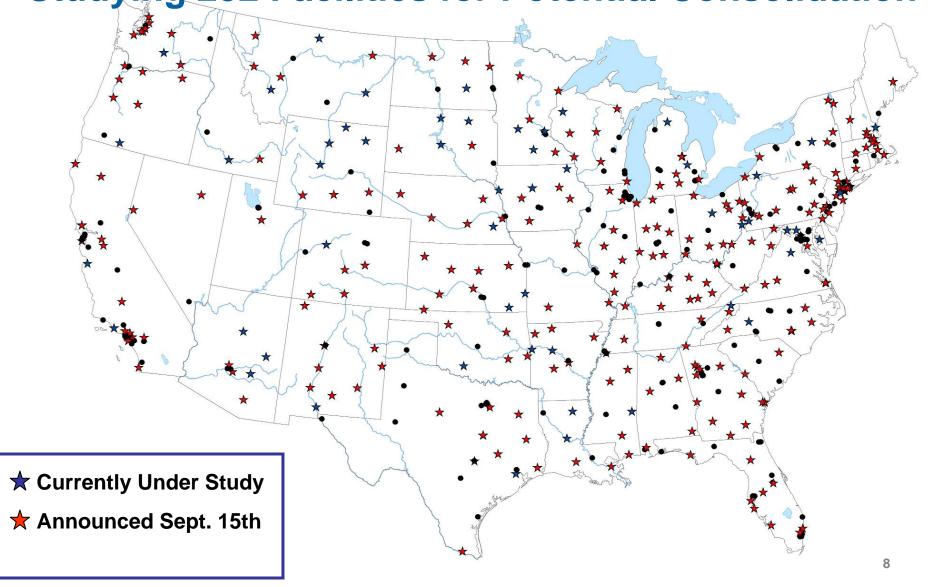
### **Mail Processing Facility Footprint**



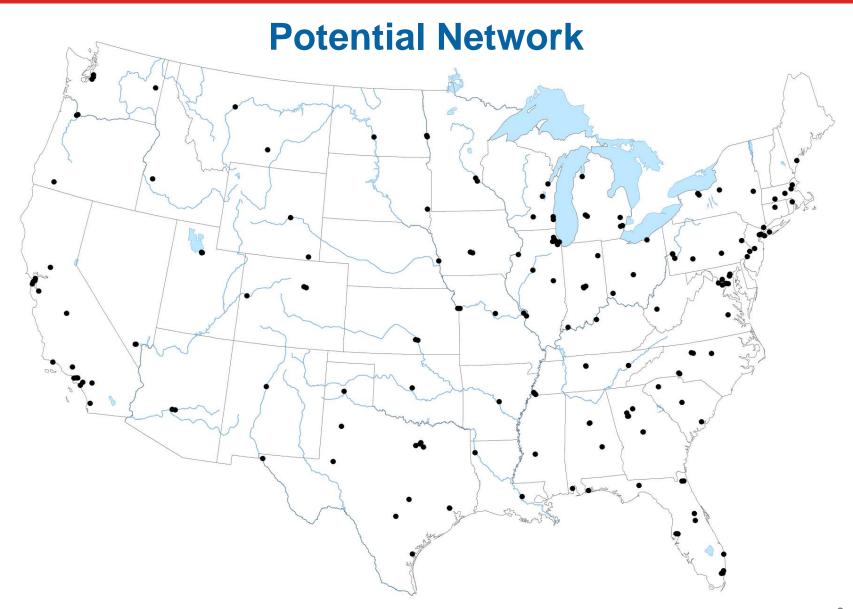


#### **Mail Processing Facility Footprint**

**Studying 252 Facilities for Potential Consolidation** 



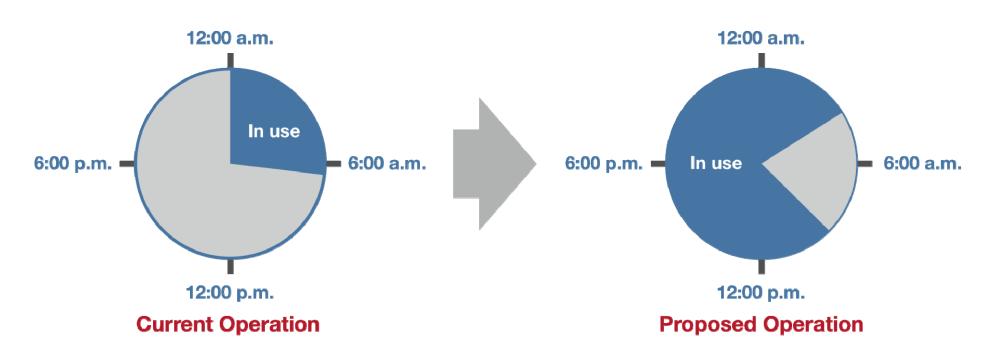
## **Mail Processing Facility Footprint**





#### **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
- 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** 

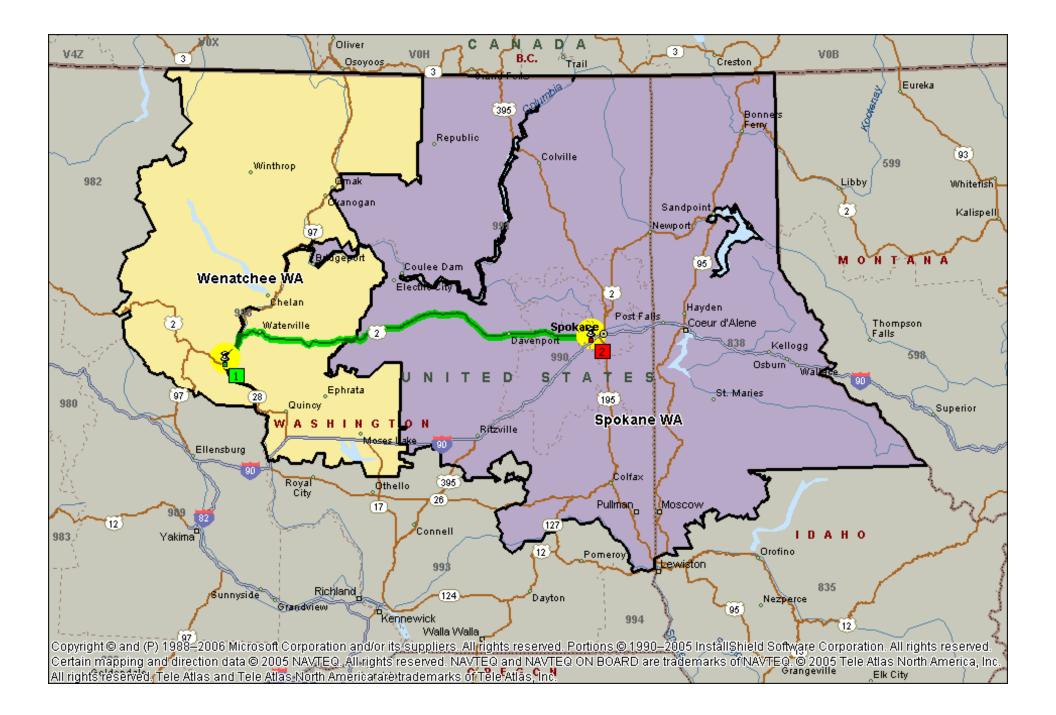
35,000

Fewer Mail Processing Positions



# Topic

Area Mail Processing Study





## **BUSINESS CASE**\*

Mail Processing Workhour Savings: \$866,626

Mail Processing Management Savings: \$296,991

Maintenance Savings: \$309,021

Transportation Costs: \$77,600

Proposed Annual Savings: \$1,395,038

<sup>\*</sup>Preliminary results subject to change



### **EMPLOYEE IMPACTS**\*

Net craft impacts: -17

Net management impacts: -3

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

<sup>\*</sup>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

Seattle District

PO Box 90306

Seattle, WA 98109-9631

Must be postmarked by December 16, 2011