



UNITED STATES  
POSTAL SERVICE®

**Pasadena, CA P&DC  
Area Mail Processing (AMP)  
Public Meeting**

**January 10, 2012**



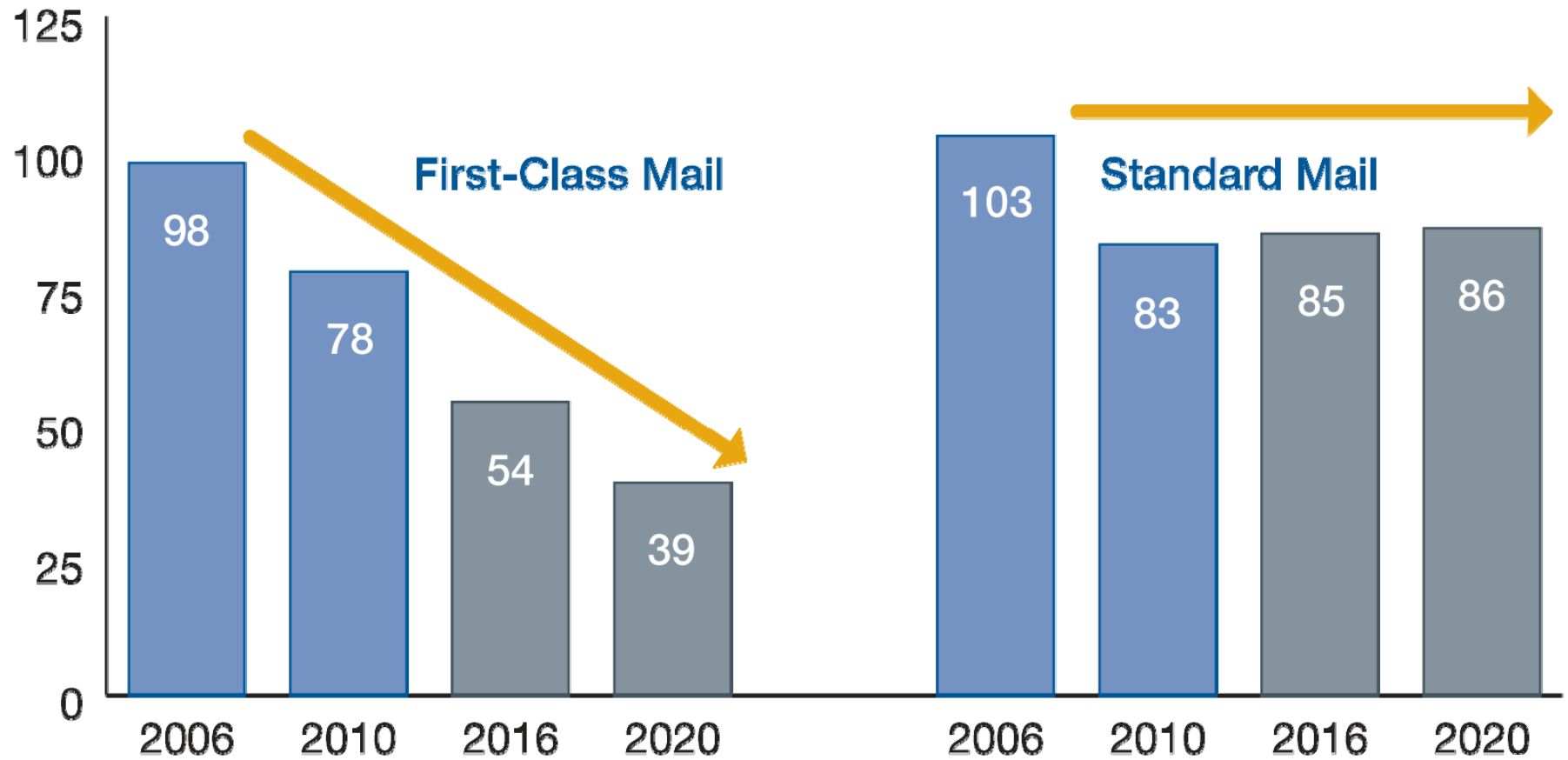
# Two Topics

**Radical  
Network  
Realignment**

**Area Mail  
Processing  
Study**



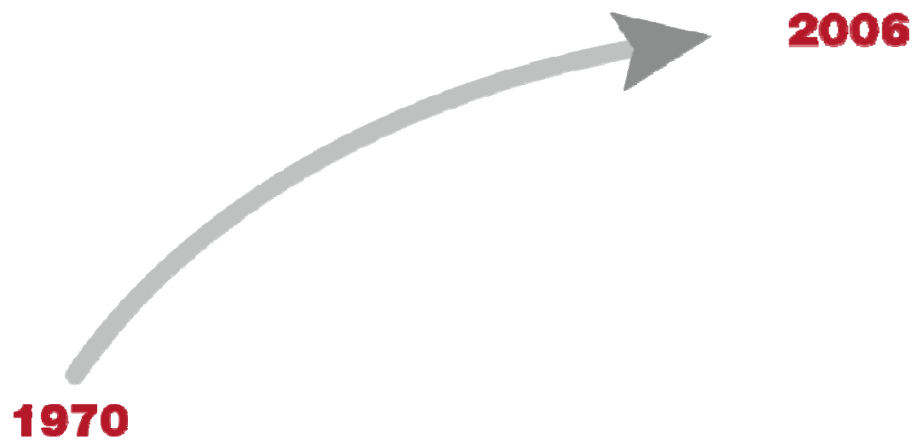
# Mail Volume Shifting to a Less Profitable Mix



Volume in Billions of Pieces

# NETWORK CAPACITY

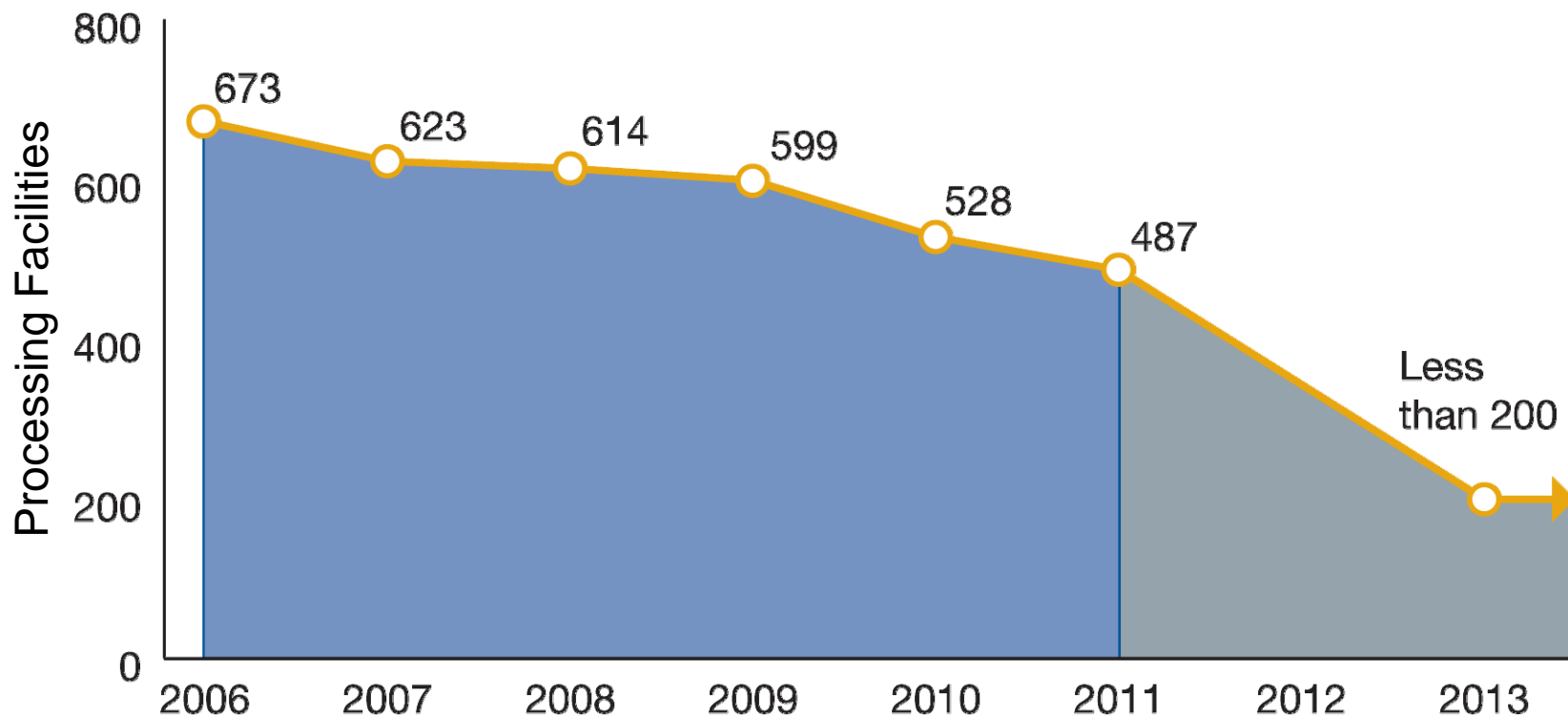
**GROWTH**  
Capacity Expansion



# 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
- 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**

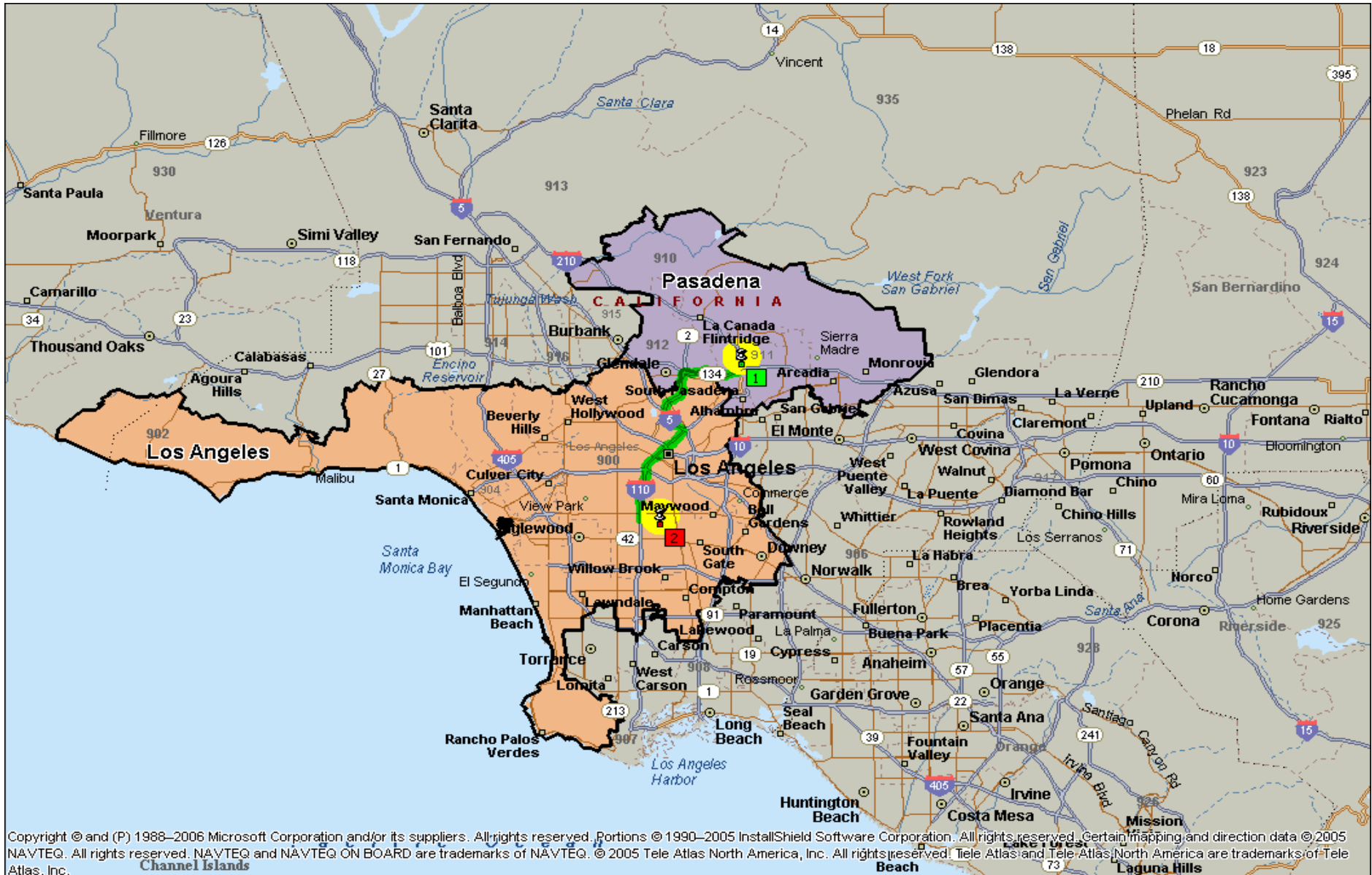
Fewer Mail Processing Positions



# Topic

**Area Mail  
Processing  
Study**

## DISTANCE BETWEEN FACILITIES – 17.7 miles



## **BUSINESS CASE\***

<b>Annual Mail Processing Employee Savings</b>	<b>\$ 6,629,442</b>
<b>Annual Maintenance Savings</b>	<b>\$ 261,437</b>
<b>Annual Transportation Savings</b>	<b>(\$ 1,847,184)</b>

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**Proposed Annual Savings: \$ 6,616,395**

**\*Preliminary results subject to change**



## **EMPLOYEE IMPACTS\***

**Net craft impacts: -263**

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 and Industry Contact  
Sierra Coastal District  
28201 Franklin Pkwy Room 210  
Santa Clarita, CA 91383-9682**

*Must be postmarked by **January 25, 2012***