

Welcome

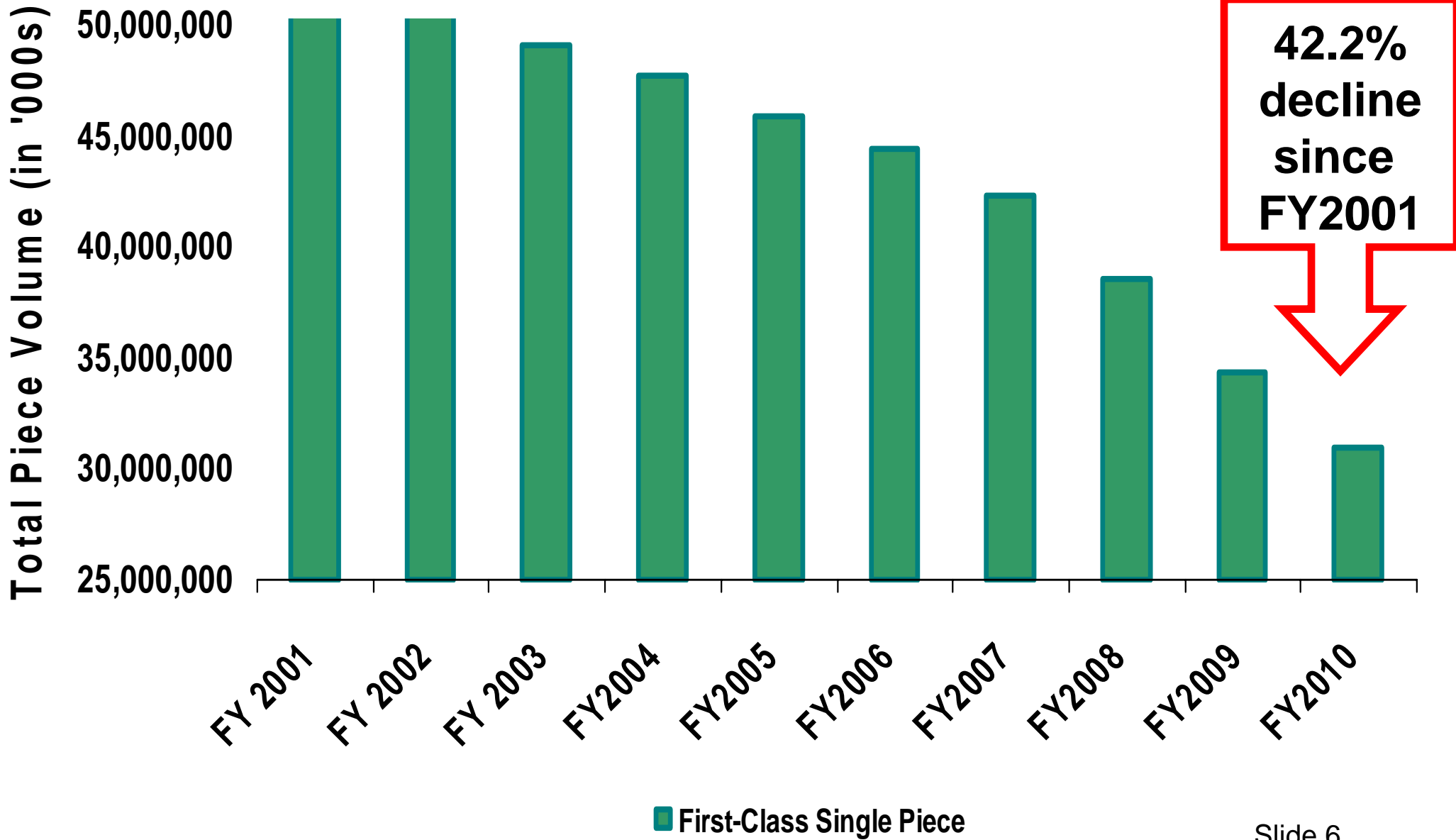
**Victoria, TX
Area Mail Processing (AMP)
Public Meeting
December 2, 2010**

- **Video Presentation -
*Area Mail Processing (AMP)***
- **USPS Management Presentation**
- **Public Comments**
- **Meeting Close**

AMP Video Presentation

- **AMP (Area Mail Processing)**
Consolidation of all outgoing or all incoming mail processing operations from one or more facilities into other automated processing facilities for the purpose of improving operational efficiency and/or service.
- **Effective process used for decades to help us adjust to changes in the environment**

- **Postal Service faces “Acute Financial Crisis”**
- **Impacts due to the rise in Electronic Communications**
- **Economic Recession**
- **Change in Mail Mix**
 - Increase in Work Sharing and Drop Shipments
 - Decrease in First-Class Mail Volume



Benefits of Consolidation

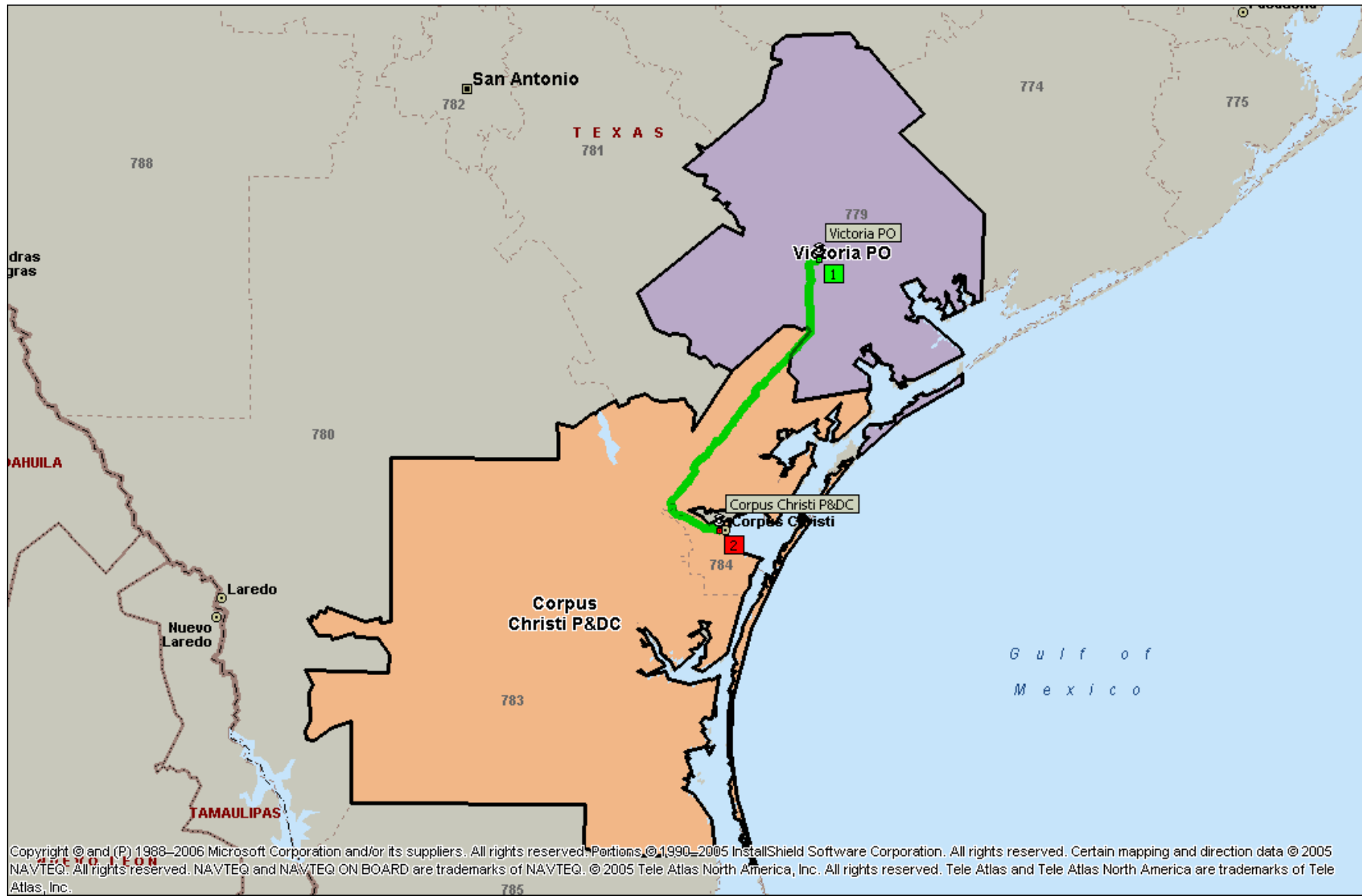
- **Puts the Right People in the Right Location with the Right Resources**
- **Utilizes Equipment Efficiently**
- **Reduces Overall Costs**
- **Does Not Affect Customer Services**
- **Supports Our Network Plan**

- **Office Inspector General (OIG) validated the new AMP process calling it credible and sound**
- **Recent OIG audits show AMP consolidations were prudent business decisions**
- **General Accounting Office (GAO) Report stated we consistently follow the AMP process**

- **Service Standards for First-Class Mail**
 - No Changes to Service
- **Customer & Delivery Services**
 - Delivery Services
 - Customer Services
 - Retail Hours
 - Business Mail Acceptance
 - Drop Shipment

- **Jobs**
 - Impacted Jobs
- **Community Identity**
 - Local Postmark Remains Available
 - Meter and Permit Indicia Do Not Change

Distance: 95 miles between facilities



Benefits from consolidation

- Approximately \$1.5M* annual savings
- Maximize resources
- Reduce excess capacity
- Eliminate duplicate operations

* Preliminary results subject to change

- Delivery times are not affected
- Retail services are not affected
- Meter and permit indicia do not change
- Business mail acceptance does not change
- Mailers who drop ship to DSCF 779 can expect changes if the AMP is approved

Potential employee impact

- Mail processing positions are needed in Corpus Christi*
- Reassignments will be made in accordance with union collective bargaining agreements

* Preliminary results subject to change

- **Reduces Costs**
- **Improves Efficiency**
- **Puts the Right People in the Right Location with the Right Resources**
- **Transparent to Customer Services**
- **Supports our Strategic Plan**

If you wish to comment or have a question, please come to the microphone and state your:

Name

Affiliation

Comment or Question

Speakers are limited to two minutes, one opportunity per individual.

Please be courteous

Mail additional comments to:

CONSUMER AFFAIRS MANAGER

RIO GRANDE DISTRICT

10410 PERRIN BEITEL RD

SAN ANTONIO TX 78284-9631

Must be postmarked by December 17, 2010

Thank you!