



UNITED STATES  
POSTAL SERVICE®

**Tucson AZ  
Area Mail Processing (AMP)  
Public Meeting**

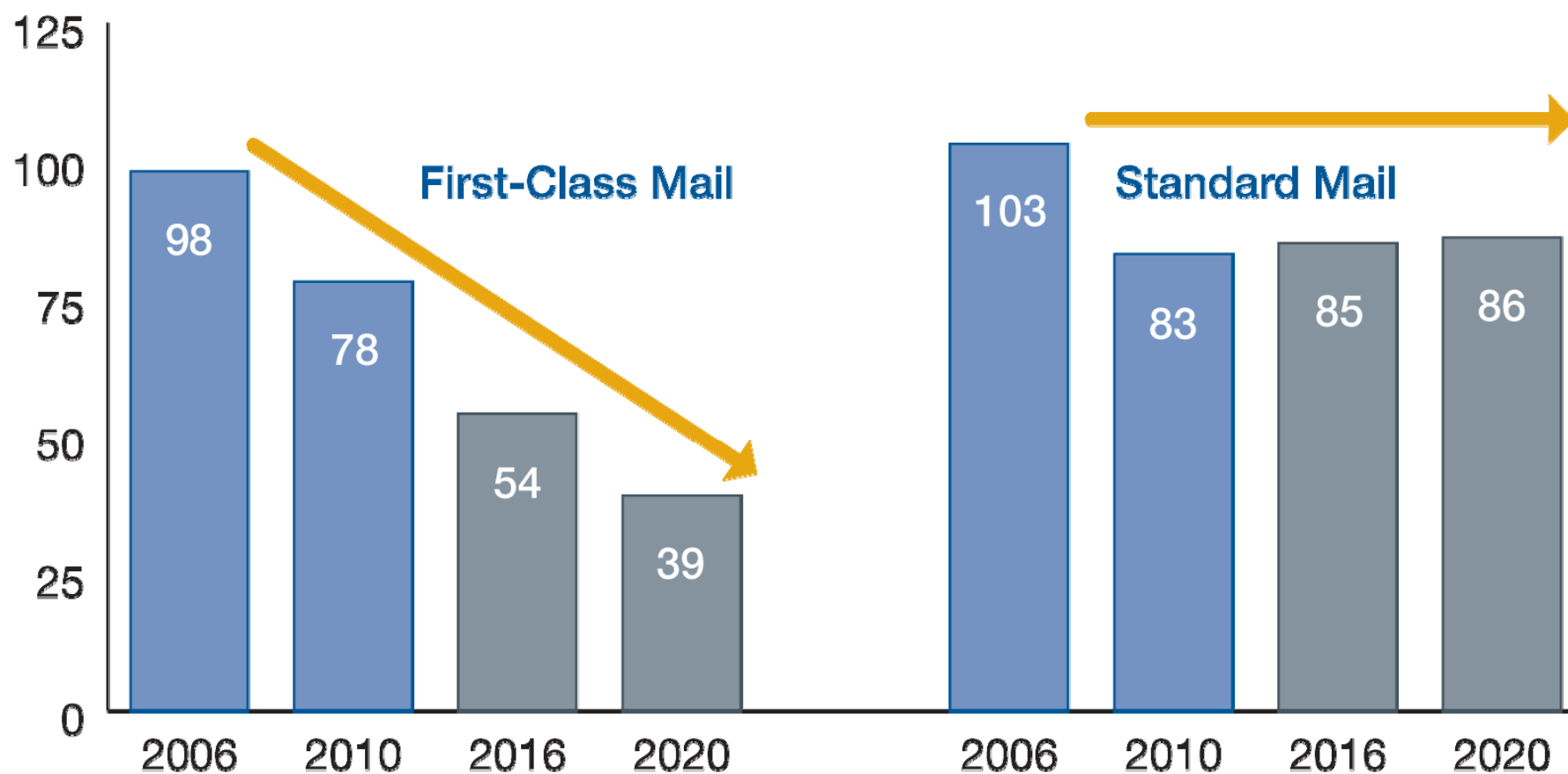
**December 28, 2011**



# Two Topics

**Radical  
Network  
Realignment**

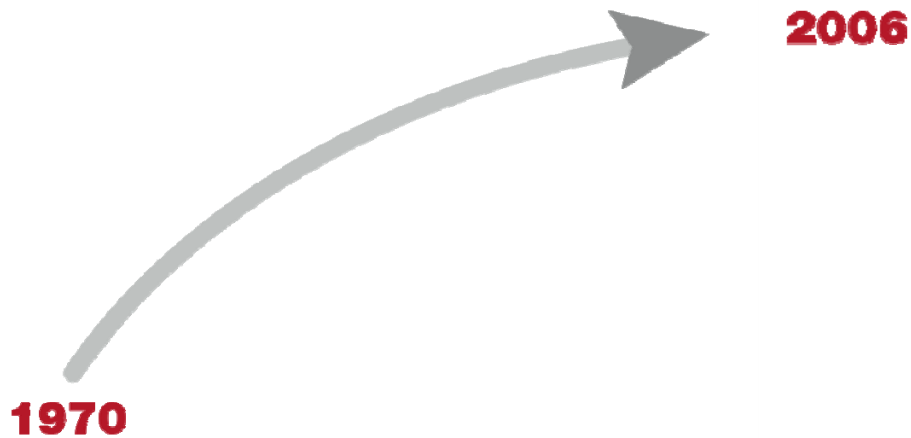
**Area Mail  
Processing  
Study**



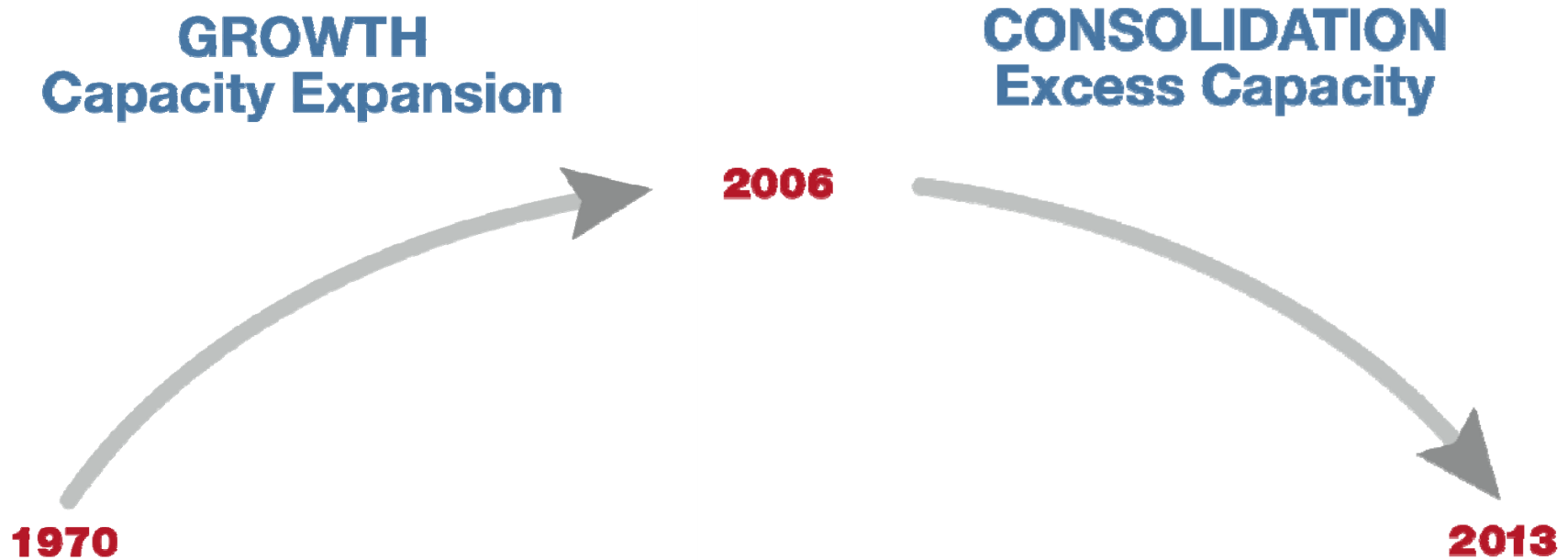
Volume in Billions of Pieces

# NETWORK CAPACITY

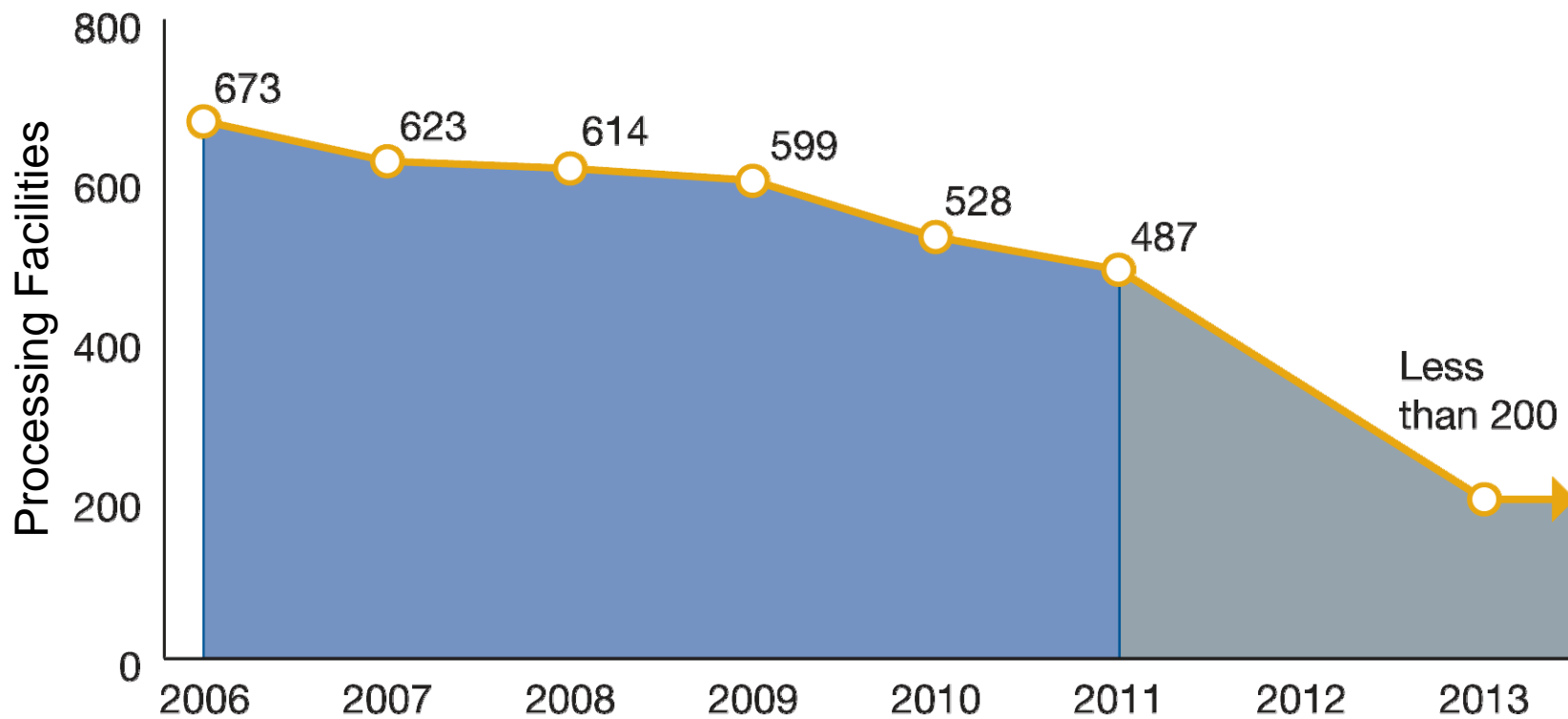
**GROWTH**  
Capacity Expansion



# NETWORK CAPACITY



## Potential Decrease in Processing Facilities Through 2013

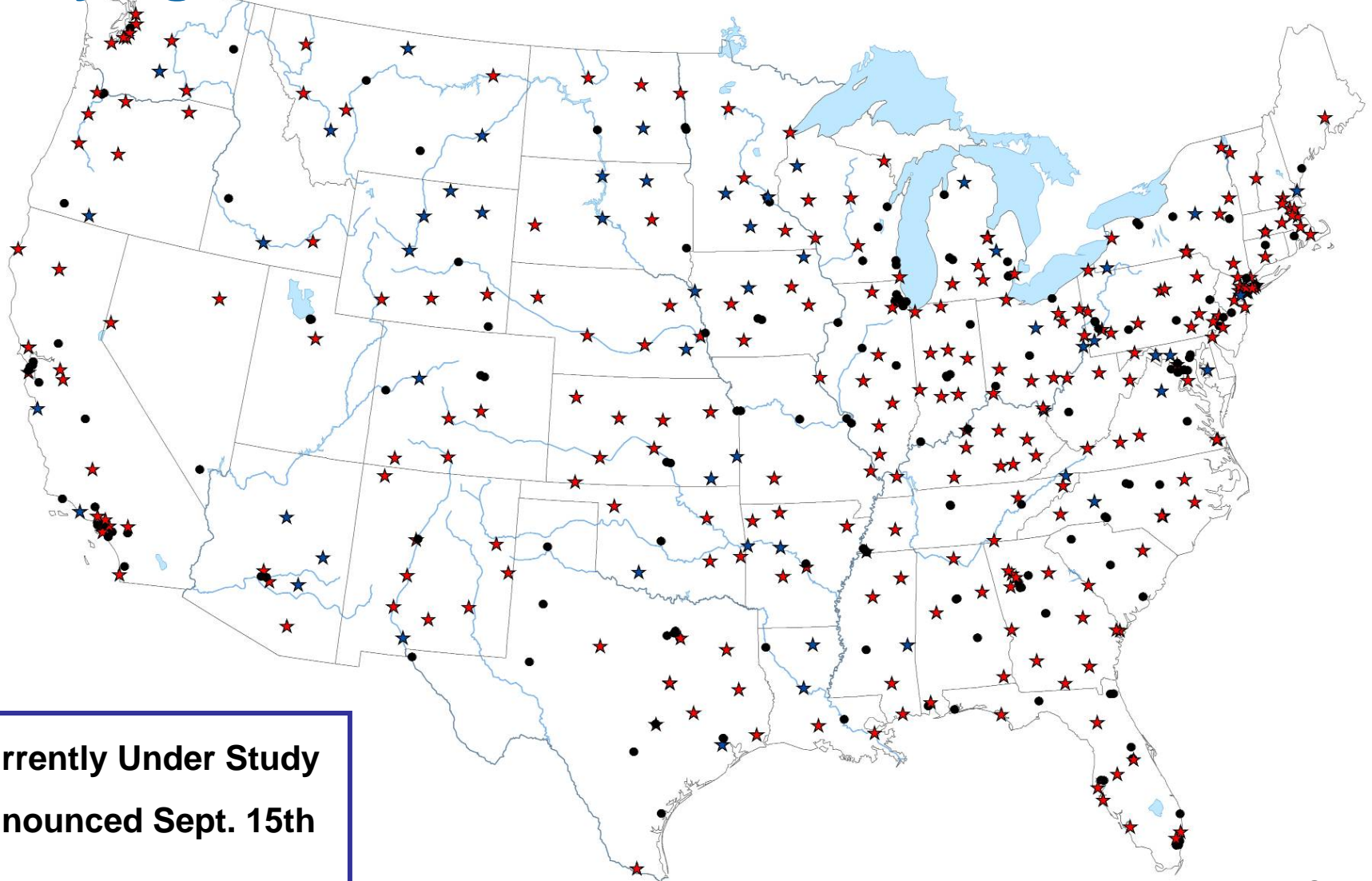


## 487 Facilities Today



● Current Mail Processing Sites

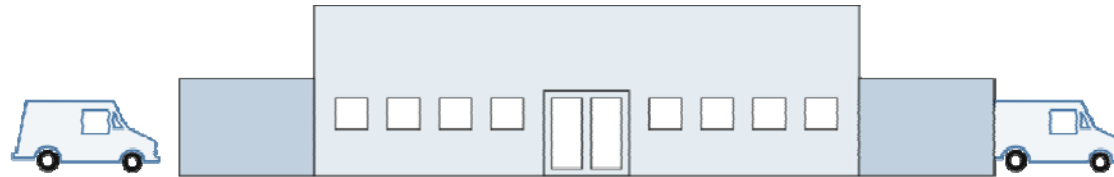
## Studying 252 Facilities for Potential Consolidation



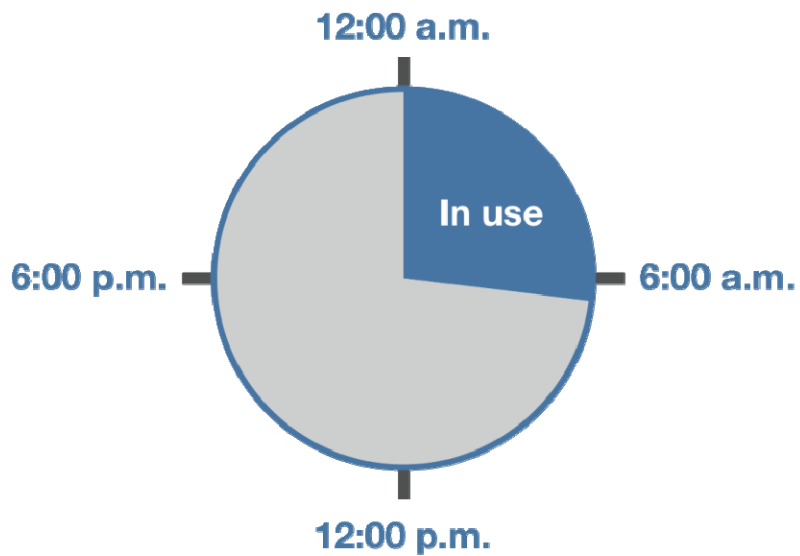


## Potential Network

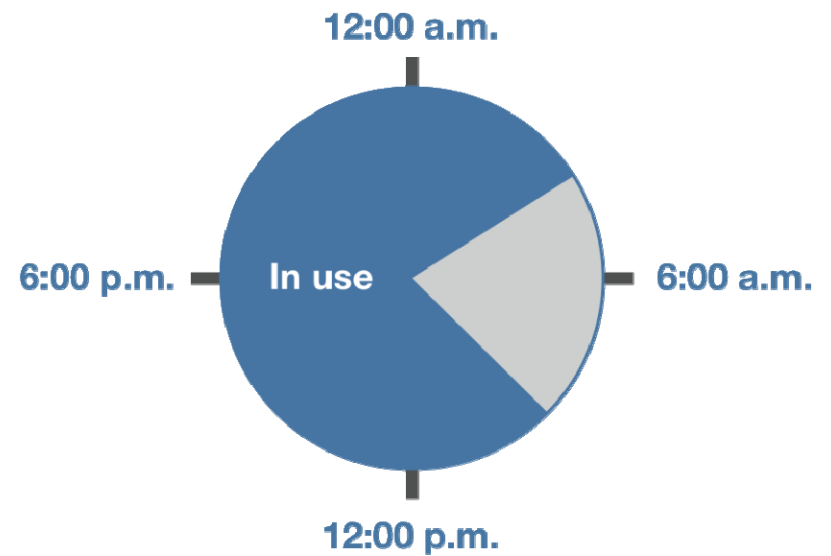




**Mail Processing Facility**



**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**

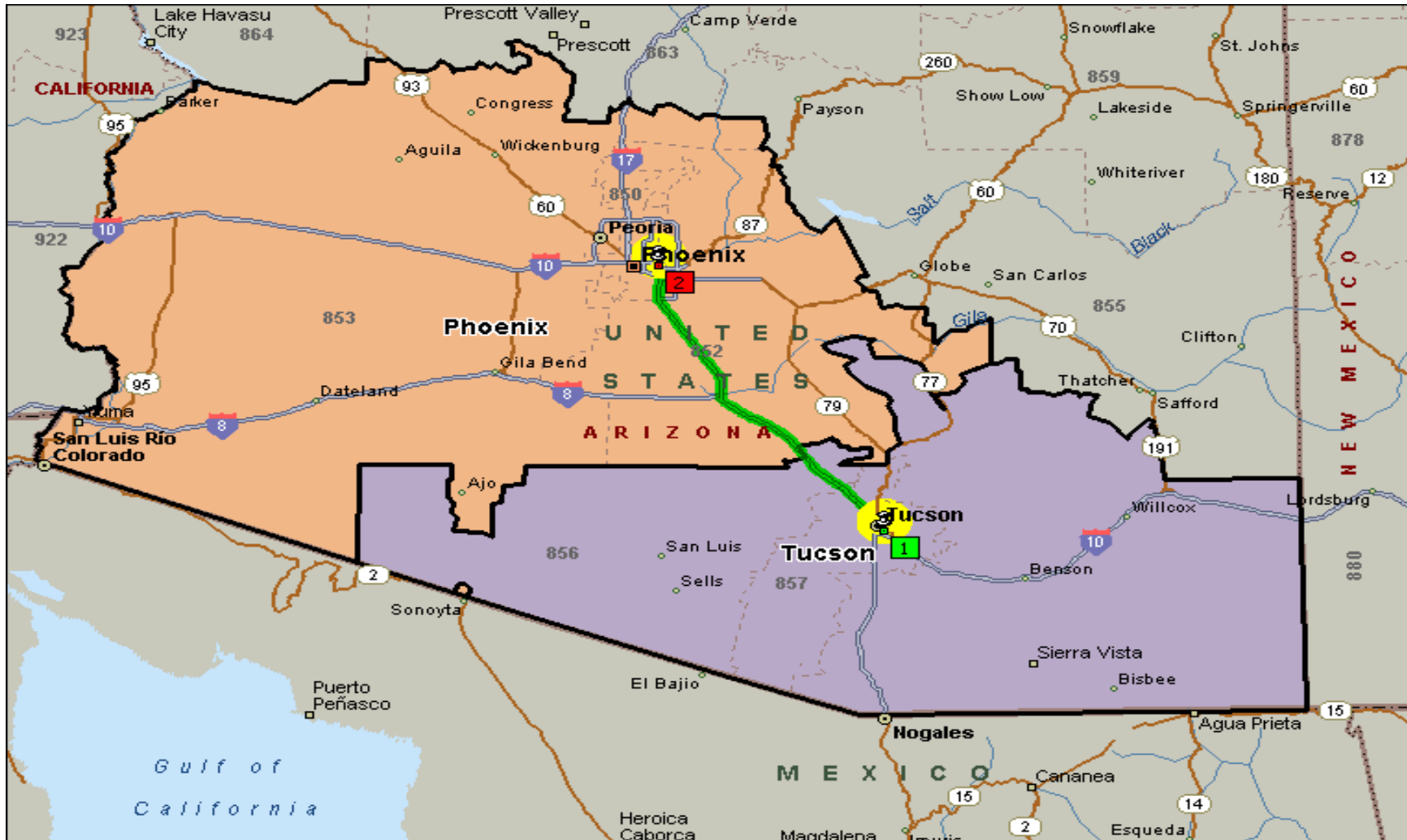
Fewer Mail Processing Positions



# Topic

**Area Mail  
Processing  
Study**

# DISTANCE BETWEEN FACILITIES – 112 miles



## BUSINESS CASE\*

Mail Processing Workhour Savings:	\$4,343,375
Mail Processing Management Savings:	\$2,305,317
Maintenance Savings:	\$6,623,493
Transportation Savings:	\$ 826,777
<b>Proposed Annual Savings:</b>	<b>\$14,098,961</b>

\*Preliminary results subject to change



## EMPLOYEE IMPACTS\*

Net Craft position impact : -128

Net Management impact: - 19

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  
Arizona District  
PO Box 21628  
Phoenix AZ 85036-1628

*Must be postmarked by **January 12, 2012***