

**Altoona, PA
Area Mail Processing (AMP)
Public Meeting**

October 27, 2011

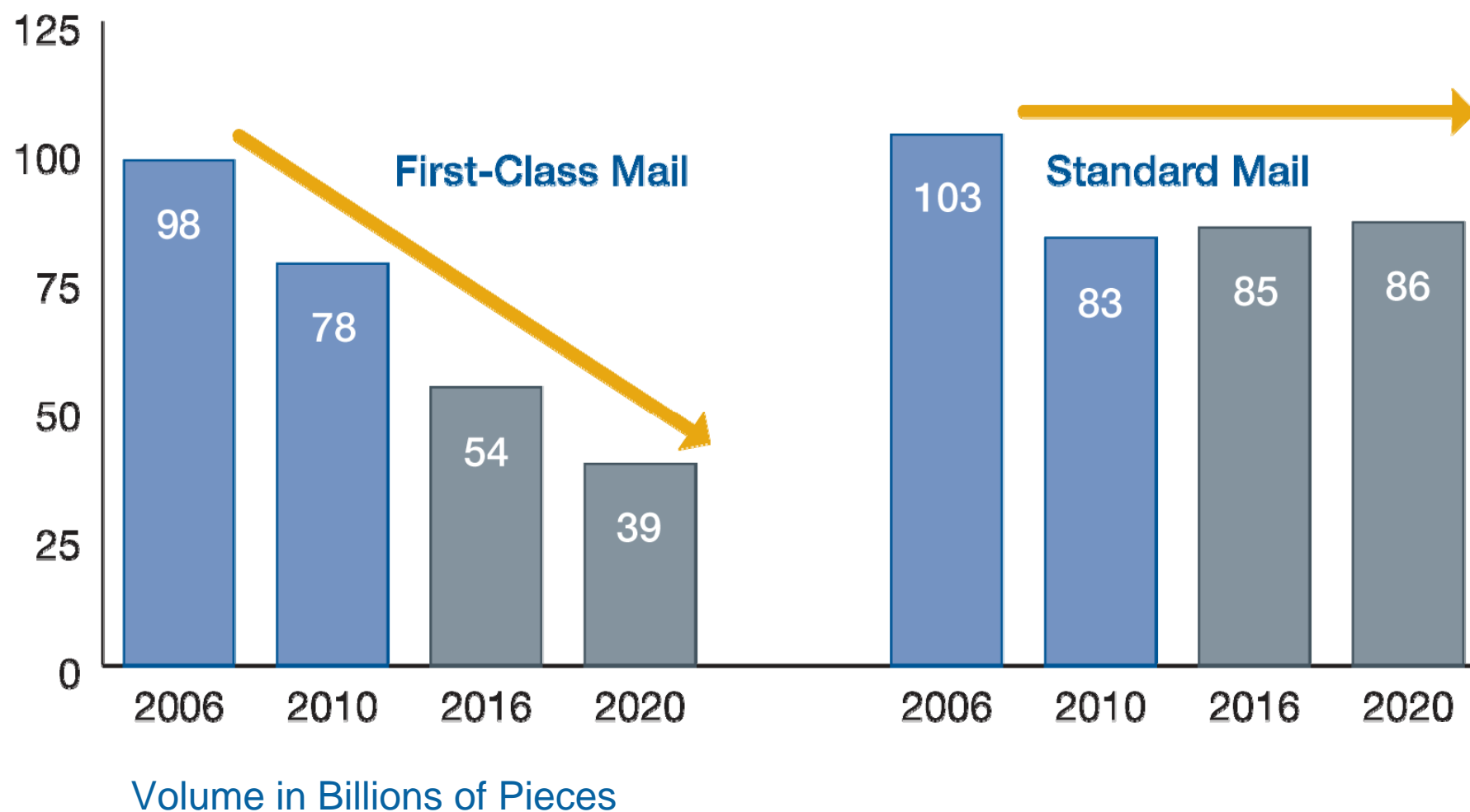


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Two Topics

**Radical
Network
Realignment**

**Area Mail
Processing
Study**

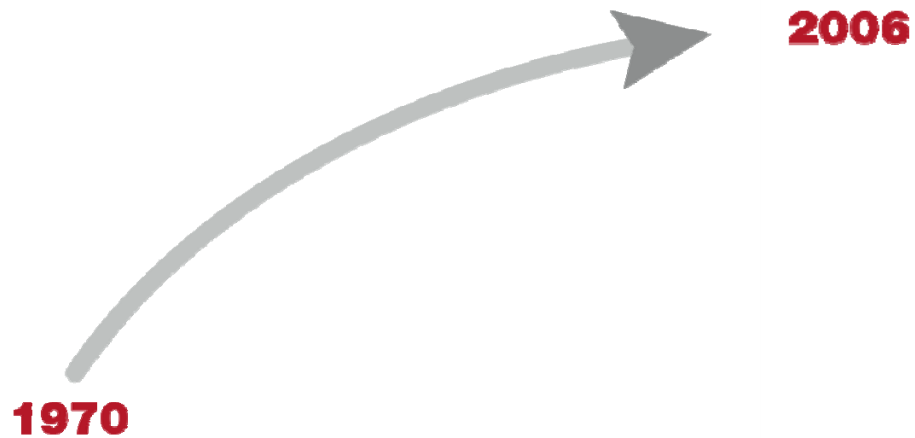




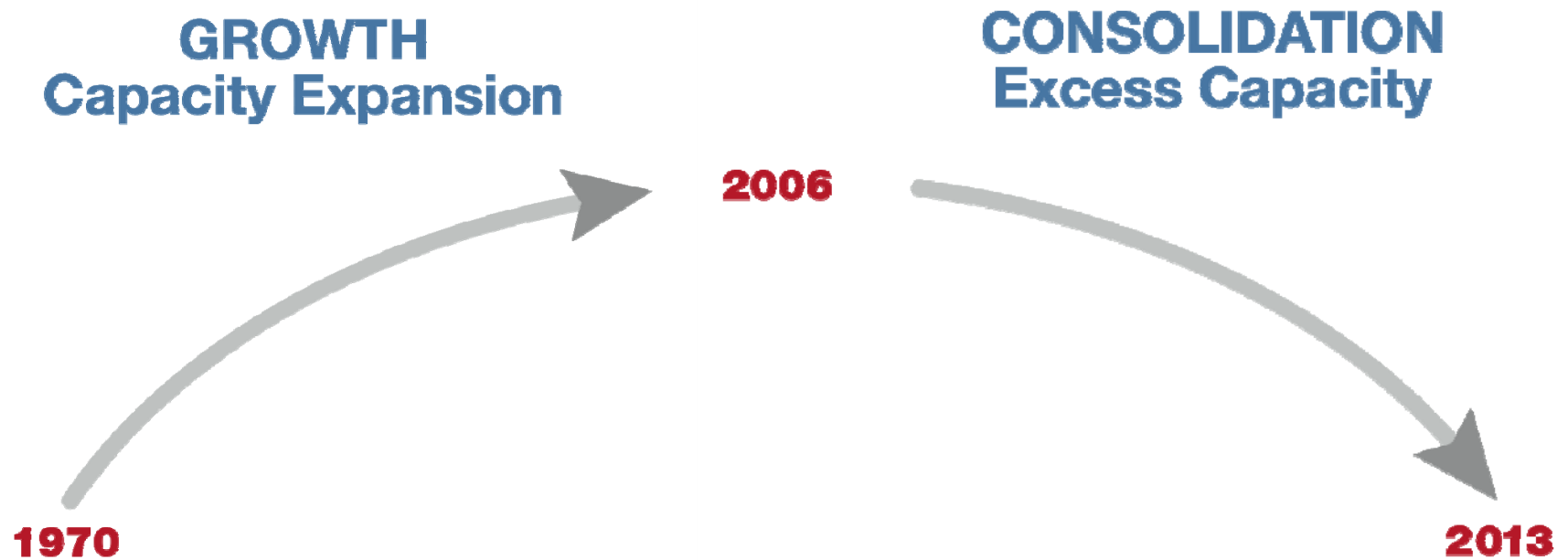
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NETWORK CAPACITY

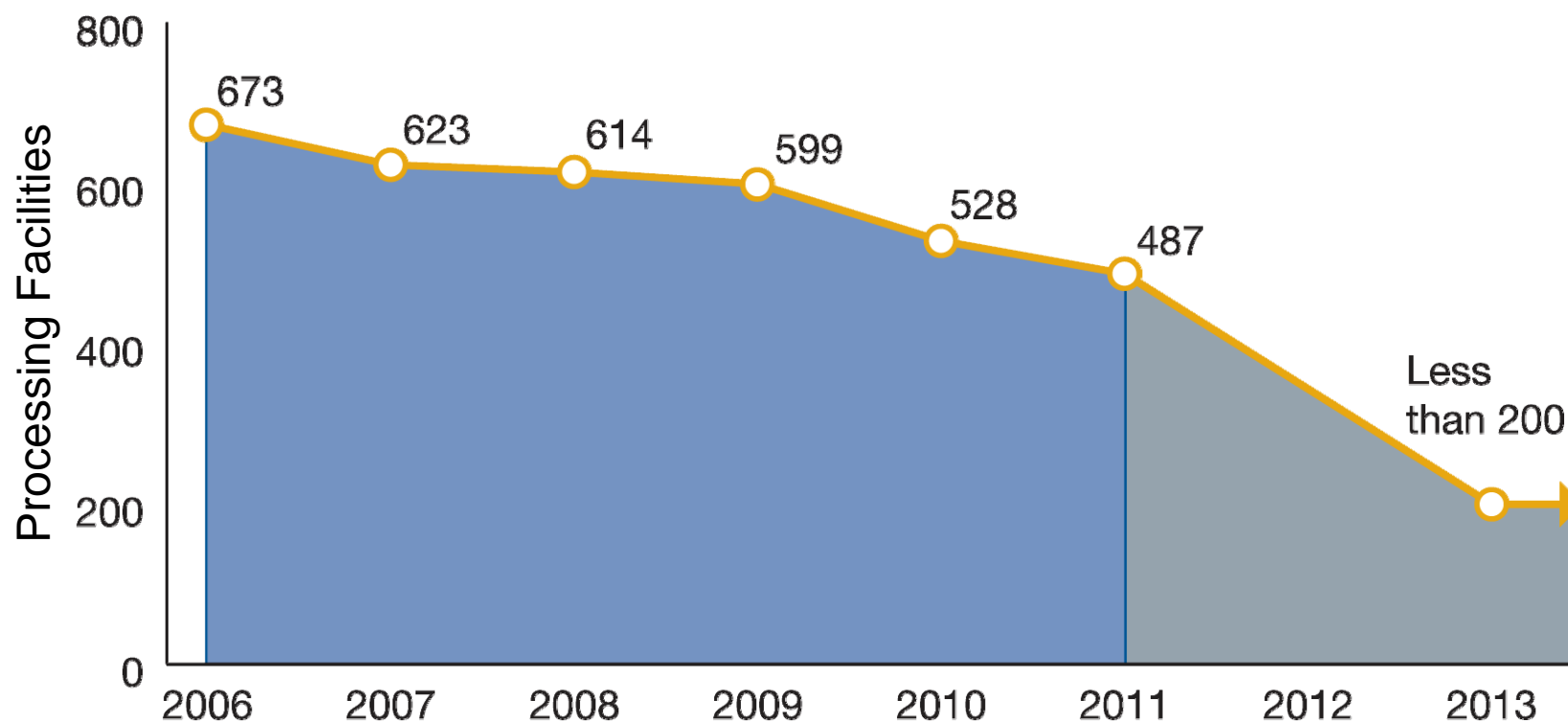
GROWTH
Capacity Expansion



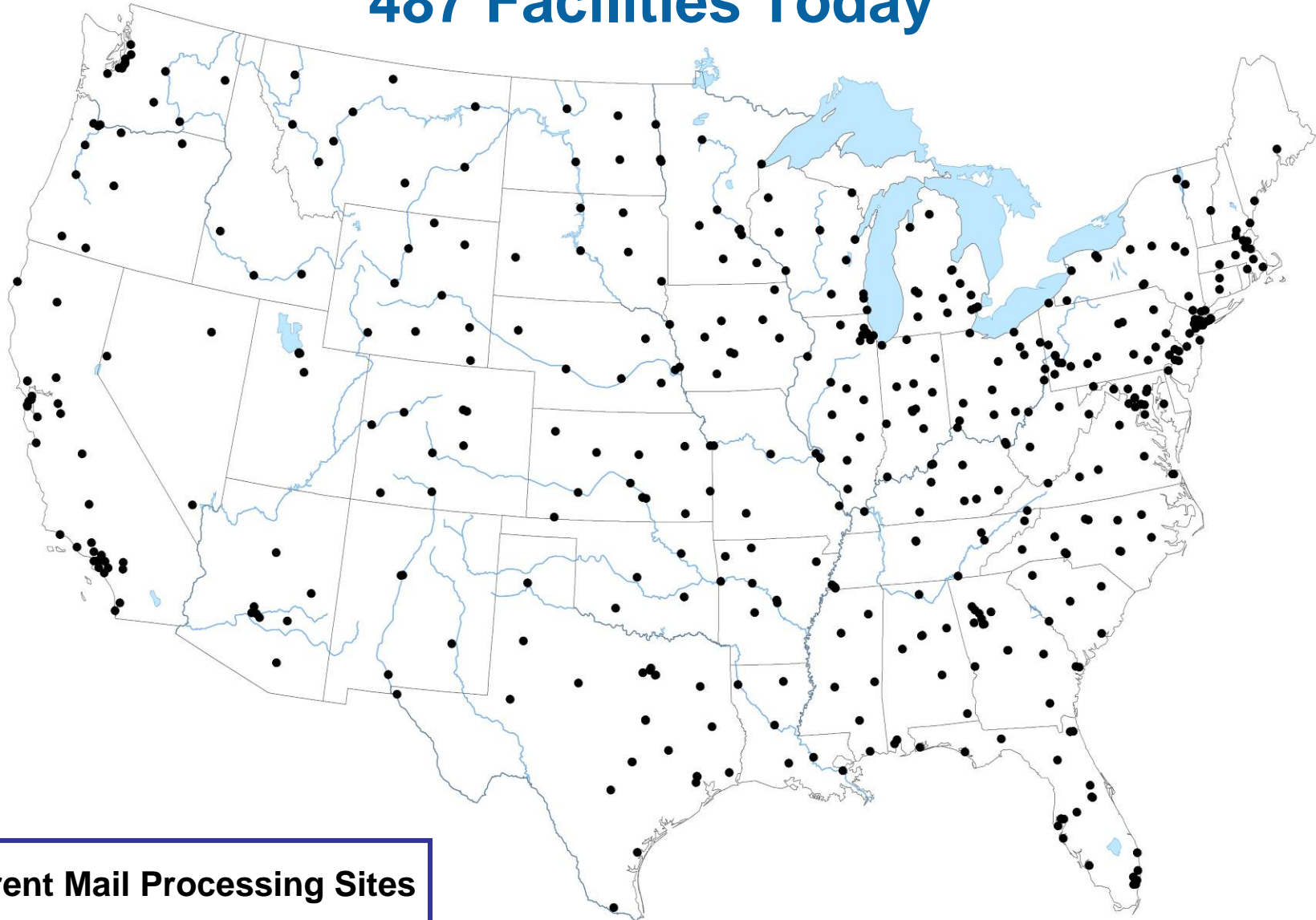
NETWORK CAPACITY



Potential Decrease in Processing Facilities Through 2013

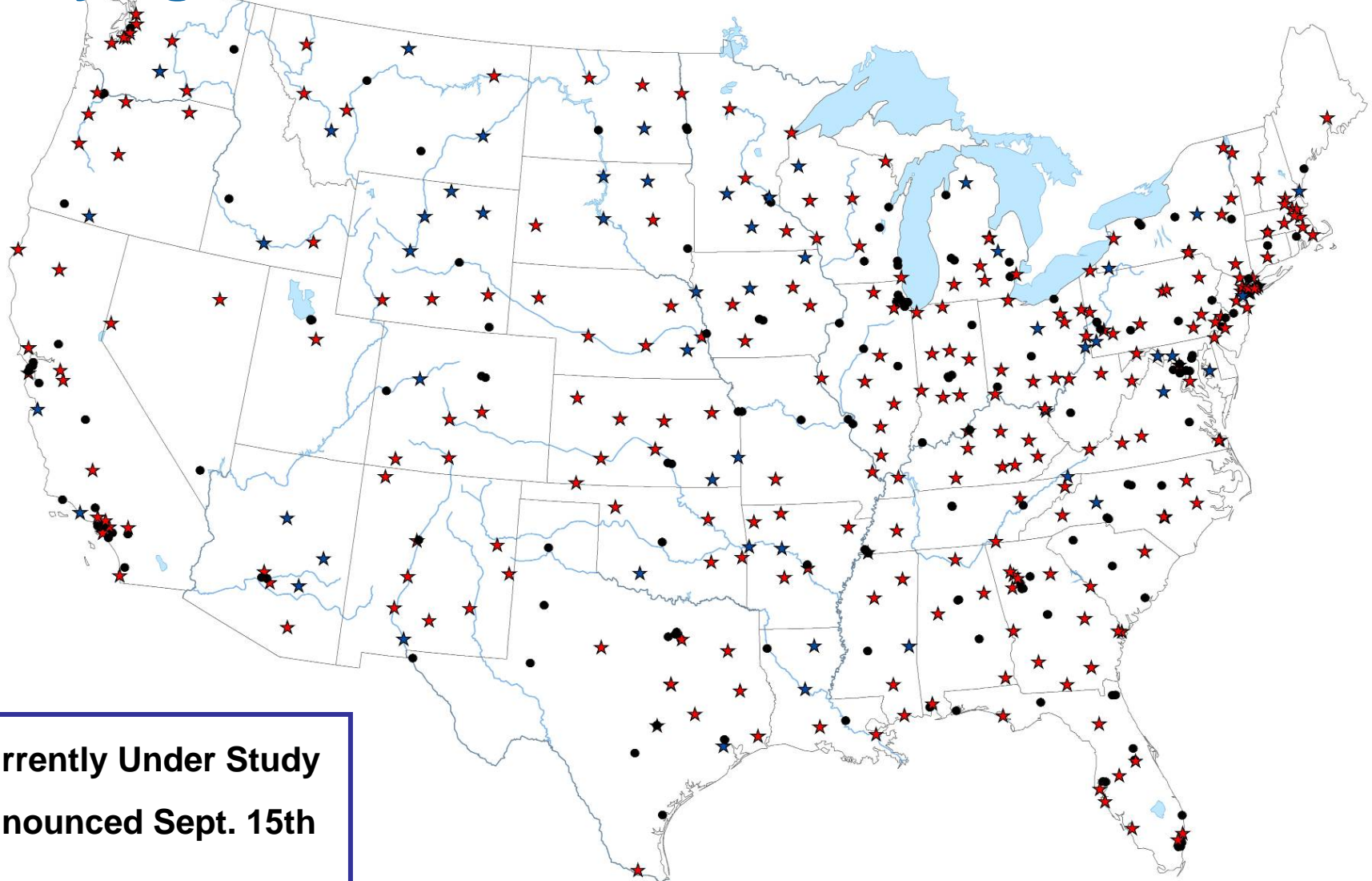


487 Facilities Today



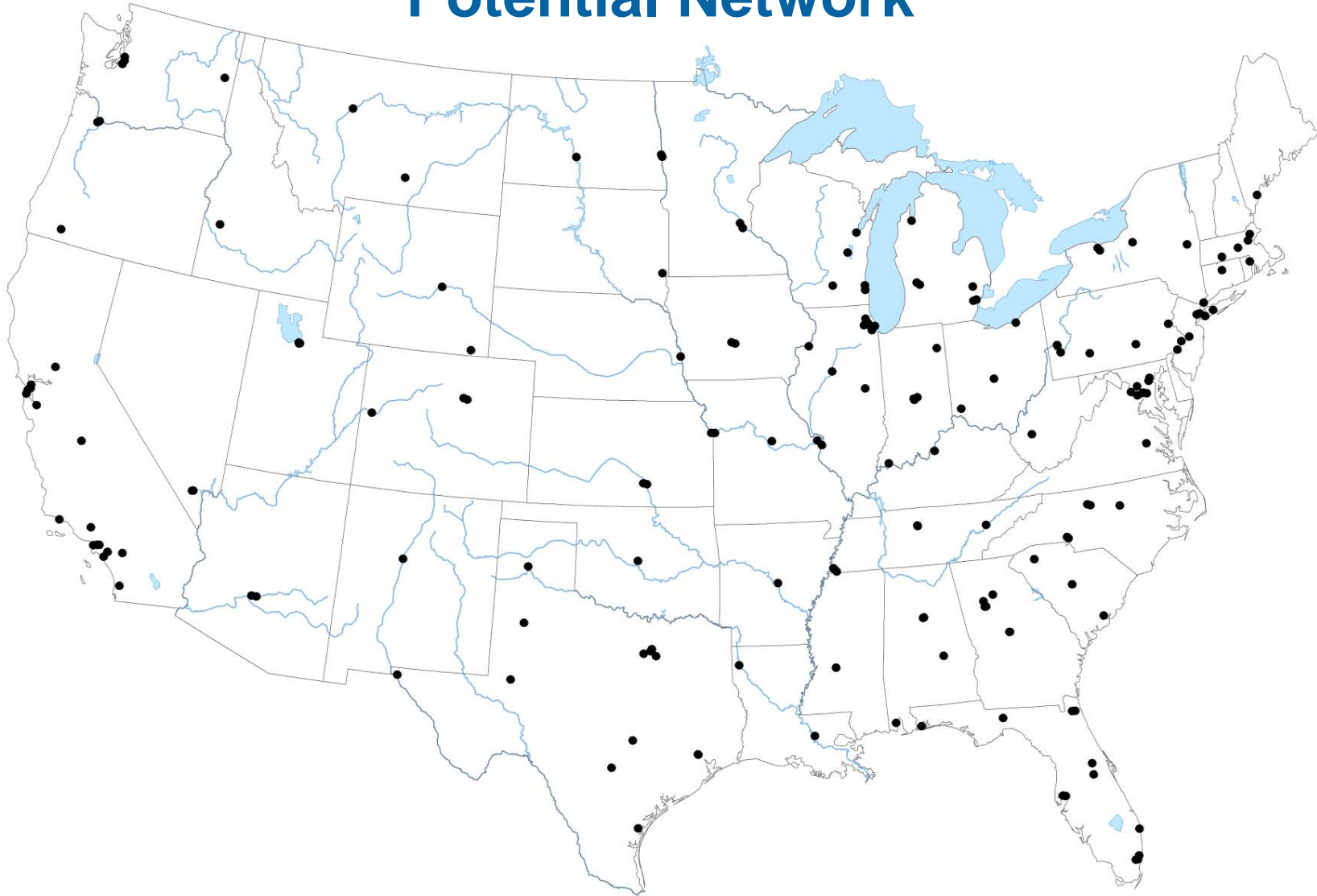
● Current Mail Processing Sites

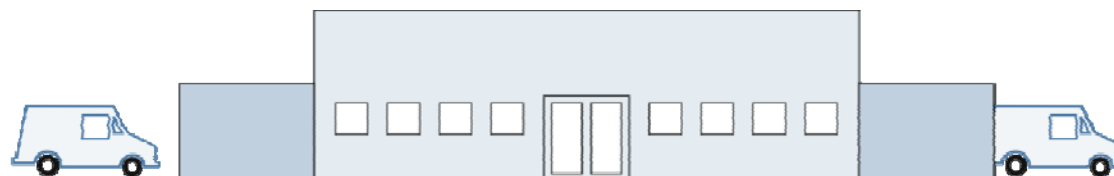
Studying 252 Facilities for Potential Consolidation



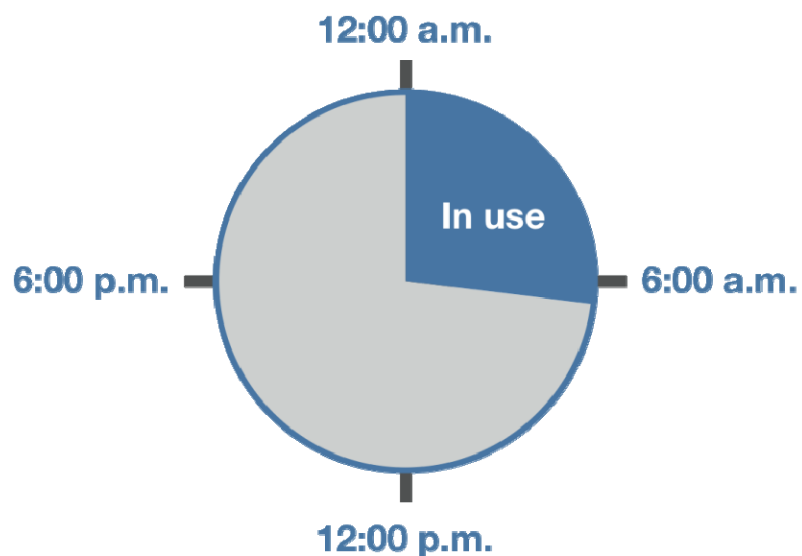
- ★ Currently Under Study
- ★ Announced Sept. 15th

Potential Network

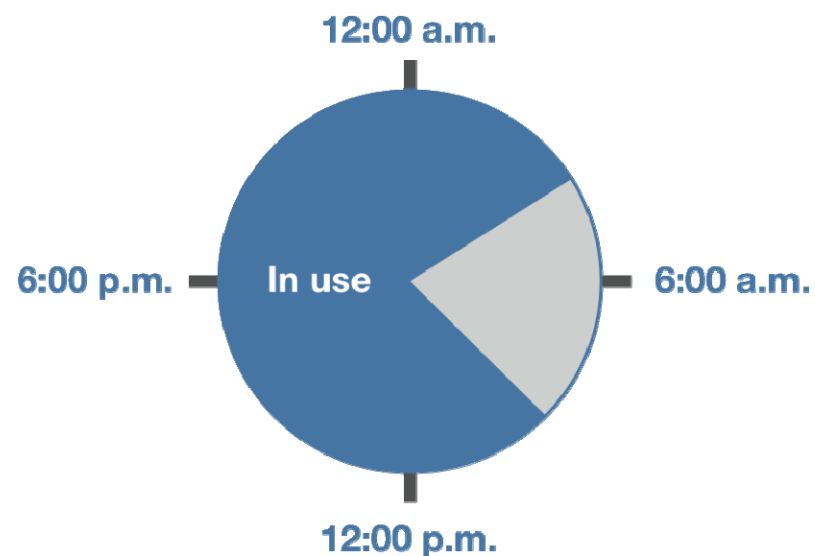




Mail Processing Facility



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
- Up to \$3 Billion Cost Reduction

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

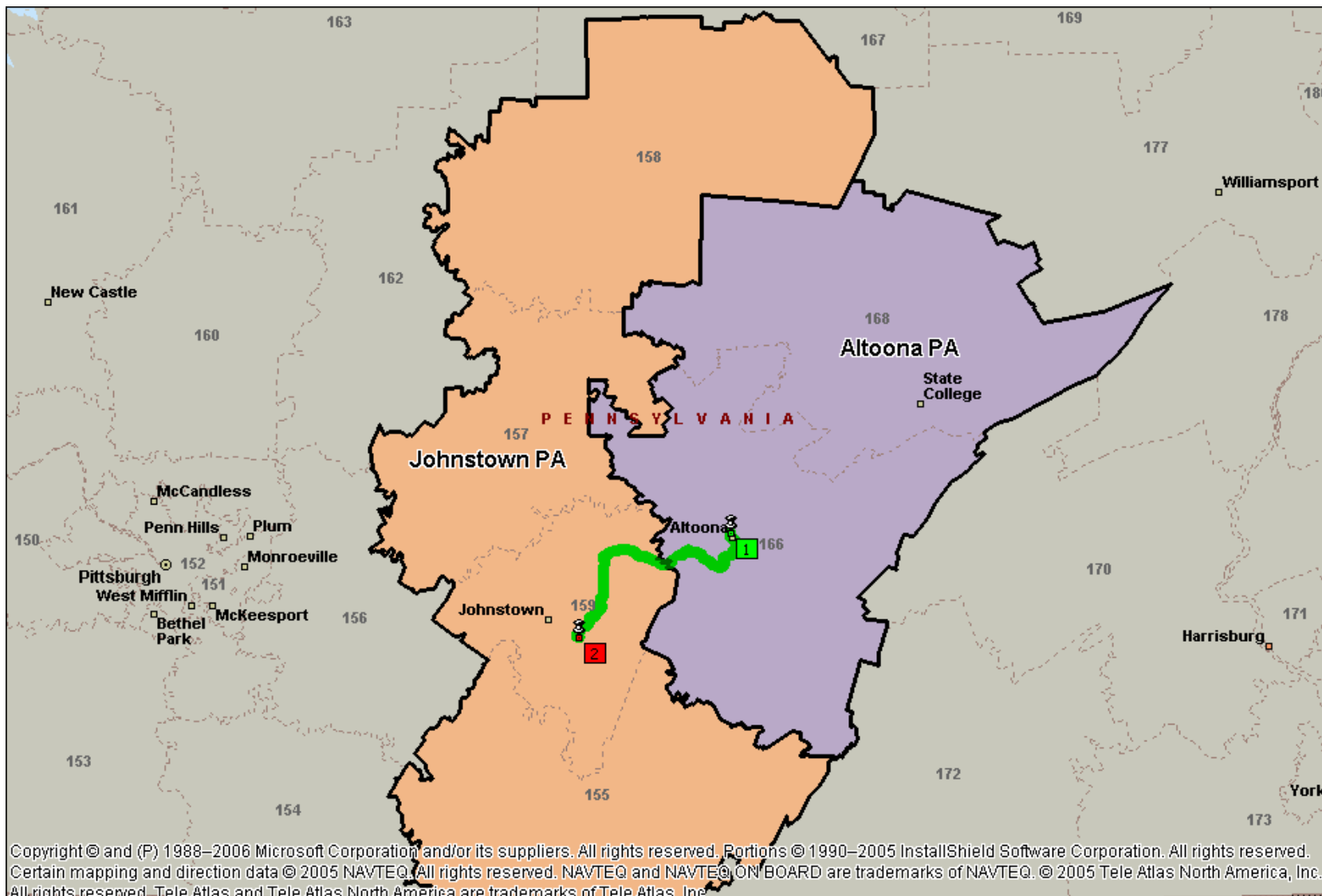


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Topic

**Area Mail
Processing
Study**

DISTANCE BETWEEN FACILITIES – 43 miles



BUSINESS CASE*

Mail Processing Workhour Savings:	\$600,455
Mail Processing Management Savings:	\$41,132
Maintenance Savings:	\$119,439
Transportation Savings:	\$628,891
<hr/>	
Proposed Annual Savings:	\$1,389,917

***Preliminary results subject to change**

EMPLOYEE IMPACTS*

Net craft impacts: -8

Net management impacts: -1

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

***Preliminary results subject to change**

CUSTOMER & DELIVERY SERVICES

- Business mail acceptance remains the same
- Local collection pickup up times remains the same
- Local postmark remains

FIRST-CLASS MAIL SERVICE STANDARD CHANGES

- Upgrade 2-day to Overnight
 - Altoona to Pittsburgh
 - Altoona to Greensburg

- Downgrade Overnight to 2-day
 - Altoona to Harrisburg

NEXT STEPS

- Complete Area and HQ review
- Review Public Comments

Mail additional comments to:

Manager, Consumer & Industry Contact
Western PA District
1001 California Avenue
Pittsburgh, PA 15290

Must be postmarked by November 11, 2011