Welcome

Augusta, GA
Area Mail Processing (AMP)
Public Meeting
July 12, 2011
• 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
The Need for Change

Total Piece Volume (in '000s)

- FY 2001: 50,000,000
- FY 2002: 50,000,000
- FY 2003: 45,000,000
- FY 2004: 42,000,000
- FY 2005: 41,000,000
- FY 2006: 38,000,000
- FY 2007: 35,000,000
- FY 2008: 32,000,000
- FY 2009: 30,000,000
- FY 2010: 28,000,000

42.2% decline since FY2001

First-Class Single Piece
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 downgrades to Overnight service. Some downgrades in 2 and 3 day 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: Approx. 70.1 miles between facilities
<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mail Processing Employee Savings</td>
<td>$334,694</td>
</tr>
<tr>
<td>Mail Processing Management Savings</td>
<td>$94,710</td>
</tr>
<tr>
<td>Maintenance Savings</td>
<td>$190,232</td>
</tr>
<tr>
<td>Transportation Costs</td>
<td>($68,238)</td>
</tr>
</tbody>
</table>
Projected net decrease of 7 positions *

- Net craft impacts -6
- Net supervisor/management impacts -1

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

* Preliminary results subject to change
Benefits from consolidation

• Annual savings
• Maximize resources
• Reduce excess capacity
• Eliminate duplicate operations
• Focus on remaining operations
- No changes to delivery times
- No changes to retail services
- No changes to meter and permit indicia
- No changes to business mail acceptance
- Commercial mailers will continue to get appropriate postage discounts
• 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:

Manager Consumer Affairs
North Florida District
1300 Riverplace Blvd
Jacksonville, FL 33207

Must be postmarked by July 27, 2011
Thank you!