



**Fort Lauderdale, FL
Area Mail Processing (AMP)
Public Meeting**

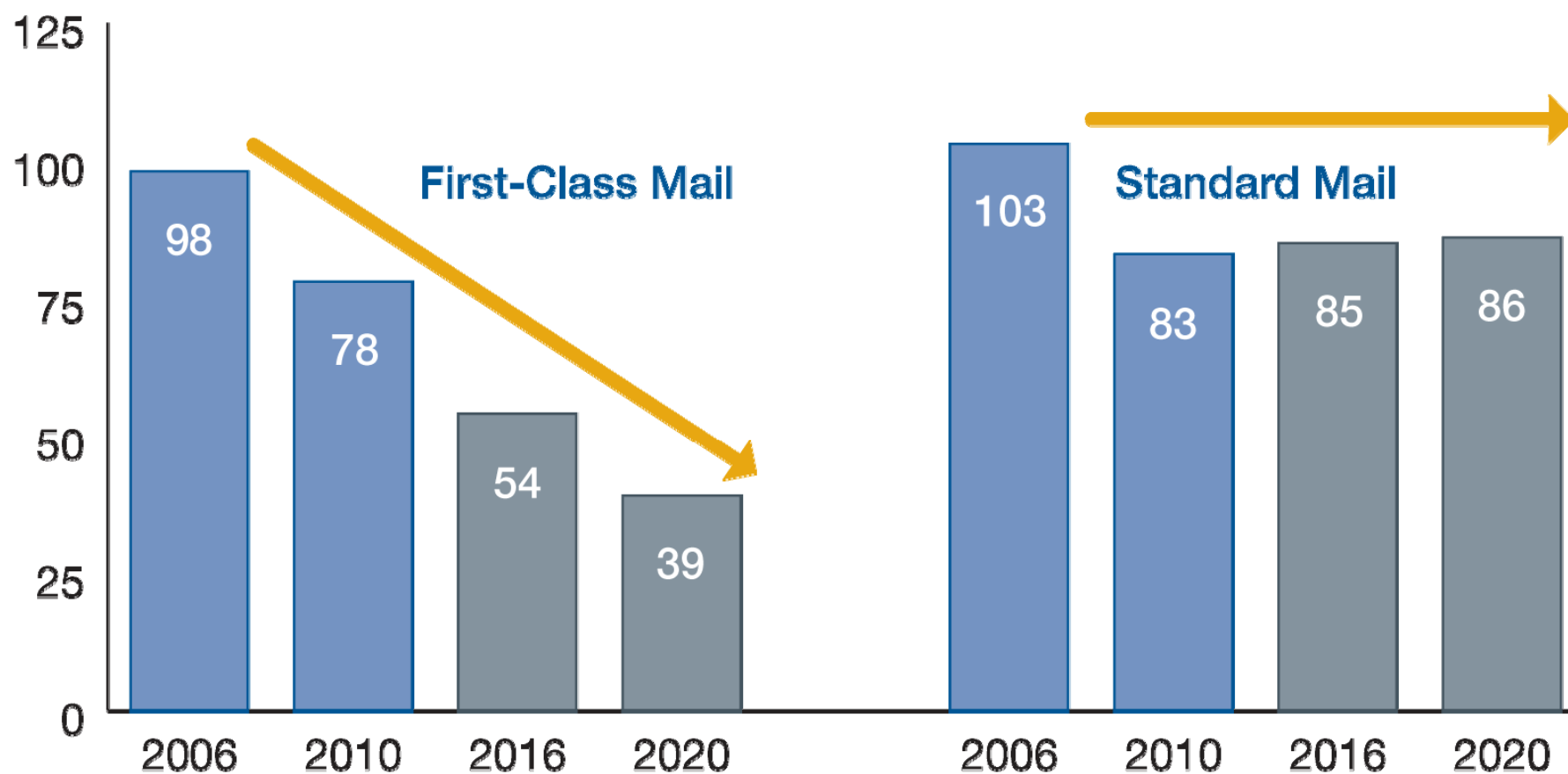
October 19, 2011



Two Topics

**Radical
Network
Realignment**

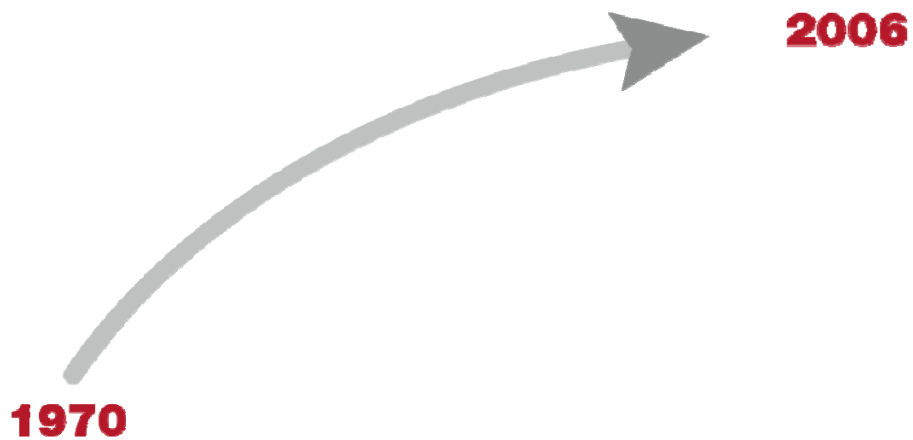
**Area Mail
Processing
Study**



Volume in Billions of Pieces

NETWORK CAPACITY

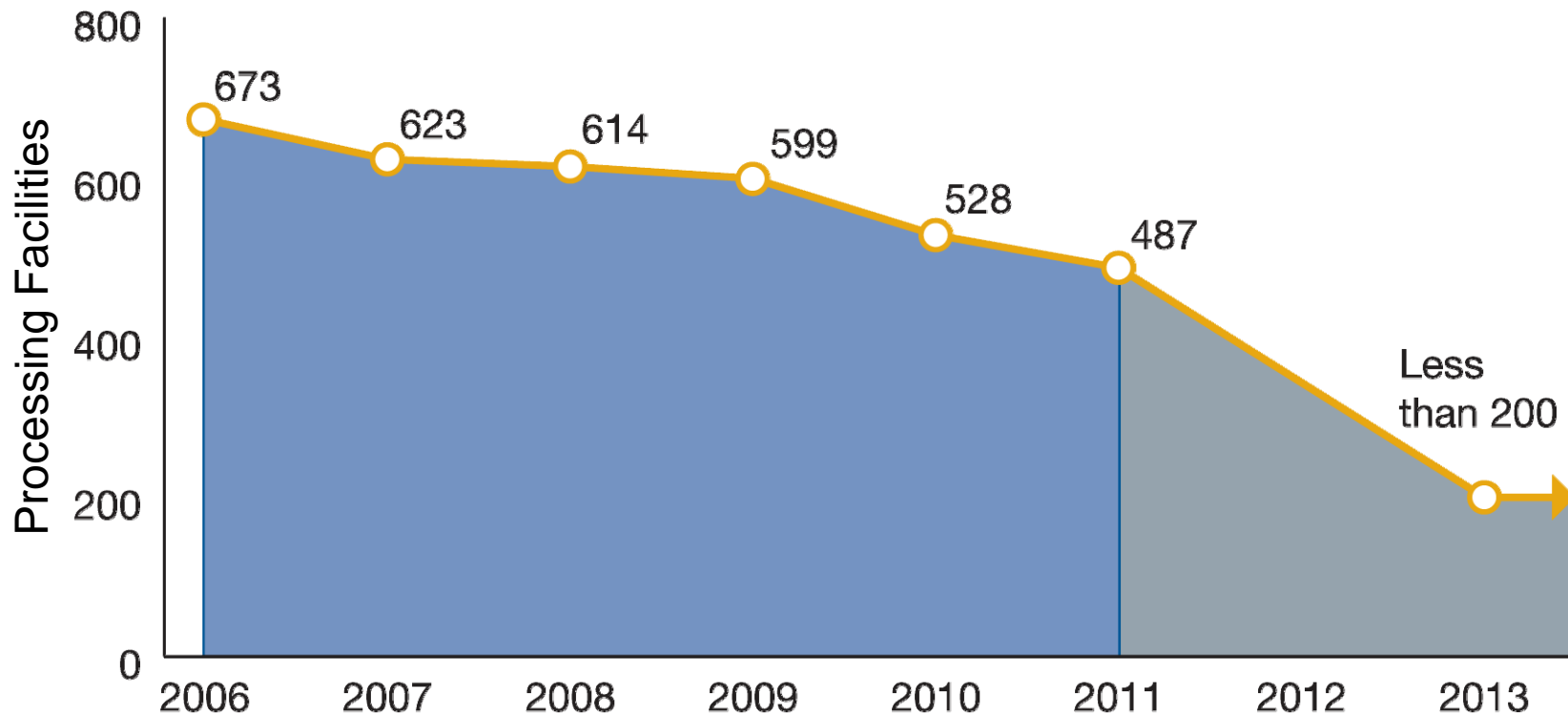
GROWTH
Capacity Expansion



NETWORK CAPACITY



Potential Decrease in Processing Facilities Through 2013



487 Facilities Today



● Current Mail Processing Sites

Studying 252 Facilities for Potential Consolidation

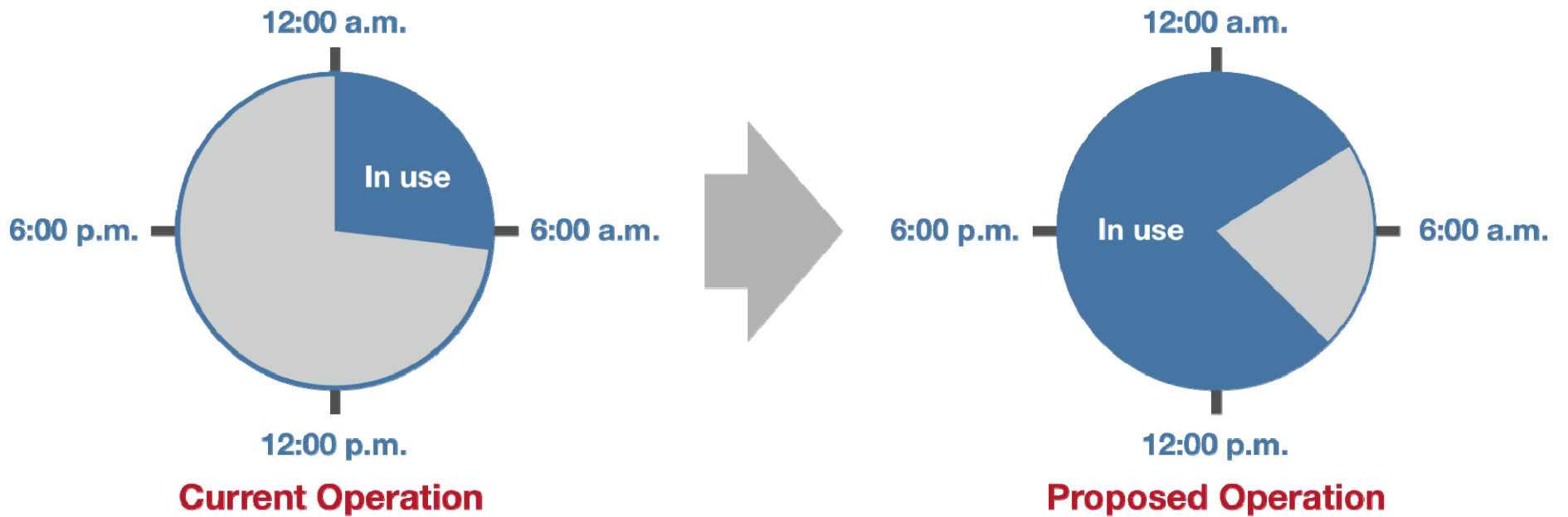


Potential Network





Mail Processing Facility



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

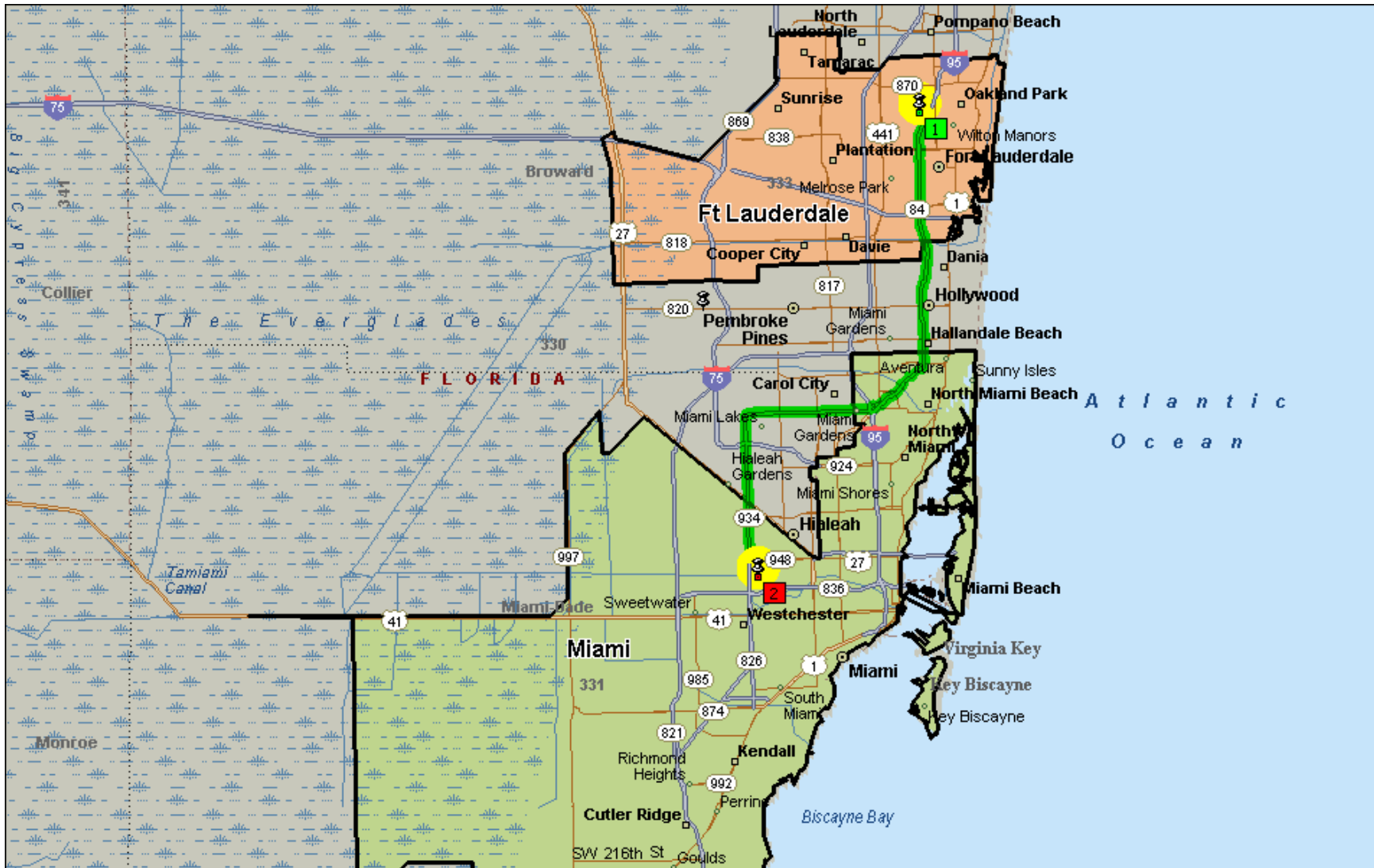
Fewer Mail Processing Positions



Topic

**Area Mail
Processing
Study**

DISTANCE BETWEEN FACILITIES – 35.6 miles



BUSINESS CASE*

Mail Processing Workhour Savings:	\$3,733,050
Mail Processing Management Savings:	\$196,044
Maintenance Savings:	\$393,058
Transportation Costs:	(\$329,303)
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Proposed Annual Savings:	\$3,992,849

*Preliminary results subject to change

EMPLOYEE IMPACTS*

Net craft impacts: -43

Net management impacts: -3

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

***Preliminary results subject to change**

CUSTOMER & DELIVERY SERVICES

- No changes to First-Class Mail
- Retail hours remains the same
- Business mail acceptance remains the same
- Collection mail remains the same
- Local postmark remains available

NEXT STEPS

- Complete Area and HQ review
- Review Public Comments
- Continue Network Optimization studies

Mail additional comments to:

Manager, Consumer & Industry Contact
South Florida District
2200 NW 72 Ave #225
Miami, FL 33152-9631

Must be postmarked by November 3, 2011