



To: () Pacific Area Local(s)
(X) Western Area Local(s)
() So. West Area Local(s)

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APWU
DEC 12 2011
WESTERN REGION
COORDINATOR

December 7, 2011

Omar Gonzalez
Western Regional Coordinator
APWU, AFL-CIO
1350 Old Bayshore Hwy. Suite 360
Burlingame, CA 94010-1882

[] Withholding Info
(X) Staffing Issue(s)
(X) Status Update
(X) Grievance Administration
Please review, take action
and reduce issues to writ-
ing
[] Comments
Omar M. Gonzalez, Coordinator

Dear Mr. Gonzalez,

On September 15, 2011, we notified you that we were beginning an Area Mail Processing (AMP) feasibility study at the Salem, OR, P&DF. The Portland District office has completed its review and submitted it to the Western Area Office for consideration.

We welcome public input and will hold a meeting to explain the proposal on Thursday, December 29, 2011, at 7 p.m., at Chemeketa Community College Auditorium, Building 6, 4000 Lancaster Drive NE, in Salem.

Attached please find a summary brief of the AMP proposal. One week prior to the meeting, we will post presentation materials along with the summary brief on our website, <http://about.usps.com/streamlining-operations/area-mail-processing.htm>.

We also will accept any public comment on the study up to 15 days after the meeting. Comments may be mailed to:

Manager, Consumer and Industry Contact
Portland District
PO Box 4759
Portland, OR 97208-4759

If you have any questions concerning this AMP proposal, please contact Scott Sutton at 303-313-5449.

Sincerely,

Chris A. Jordan
Manager, Labor Relations
Western Area

Attachment

cc: Area Vice President
HQ Vice President, Labor Relations

AREA MAIL PROCESSING (AMP) FEASIBILITY STUDY
Salem, OR, P&DF to Portland, OR, P&DC

December 7, 2011

An Area Mail Processing (AMP) study was initiated to evaluate moving the mail processing operations from the Salem, OR, Processing and Distribution Facility (P&DF) to the Portland, OR, Processing and Distribution Center (P&DC). The initial results of the study support the business case for consolidation. This study, currently in review at United States Postal Service Headquarters and its Area Office, is subject to change.

A public meeting will be held to share the initial results of the study and allow members of the community to ask questions and provide feedback. The public's input will be considered prior to a final decision. The meeting will be held on Thursday, December 29, at 7 p.m., at Chemeketa Community College Auditorium, Building 6, 4000 Lancaster Drive NE, in Salem. Below are preliminary highlights from the study:

Business Case:

Proposed annual savings in the draft AMP feasibility study are approximately \$5,826,411. Below is a breakdown of this savings estimate:

Annual Mail Processing Savings	\$2,125,284
Annual Management Savings	\$1,009,702
Annual Maintenance Savings	\$2,806,384
Annual Transportation Cost	\$114,959

Postal Employees:

Due to the consolidation, a net decrease of approximately 77 positions is projected. All bargaining employee reassignments will be made in accordance with the respective collective bargaining agreements.

Net Craft Employee Impact	-69
Net Supervisory/Management Employee Impact	-8

Local Customer Considerations:

- Retail and other services currently available at the Salem facility will not change at this time.
- Business mail acceptance will remain the same.
- Local collection box pick-up times may change as a result of the AMP.
- A local postmark will be available for stamped First-Class Mail.
- Delivery times of mail to residences and businesses will not change as a result of the AMP.
- The proposed consolidation would support a 2- to 3-day service standard for First-Class Mail.

Commercial Mailers:

- Mailers who presort mail will continue to receive appropriate postage discounts.
- Mailers who drop ship to Destination Sectional Center Facility (DSCF) for ZIP(s) 973 can expect changes if the AMP is approved.

Written comments may be sent to:

Manager, Consumer and Industry Contact
Portland District
PO Box 4759
Portland, OR 97208-4759

All comments must be postmarked by January 13, 2011.