



UNITED STATES
POSTAL SERVICE®

Network Optimization Concept

MTAC Leadership





Network Optimization Overview

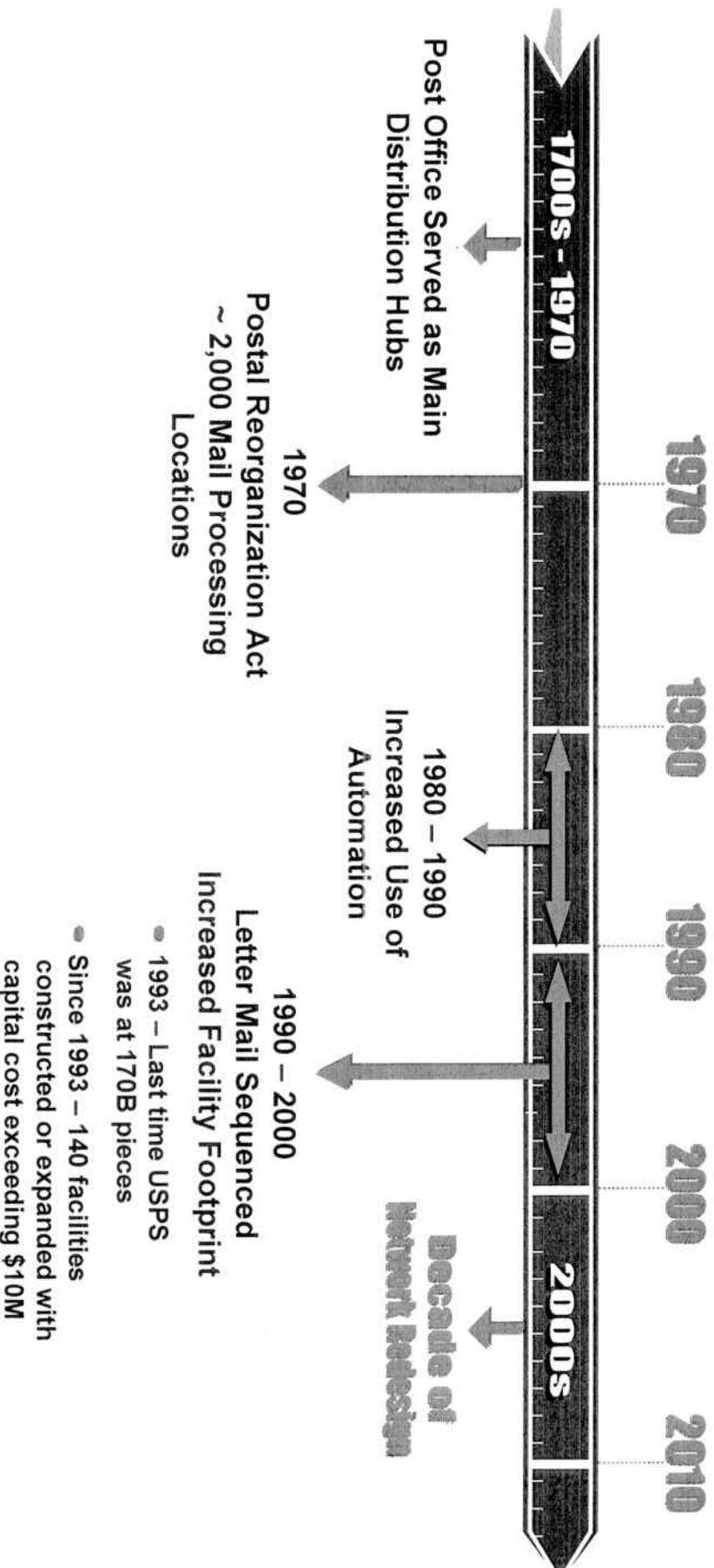
- Network Evolution
- Volume Realities
- Plan for Change
- Next Steps



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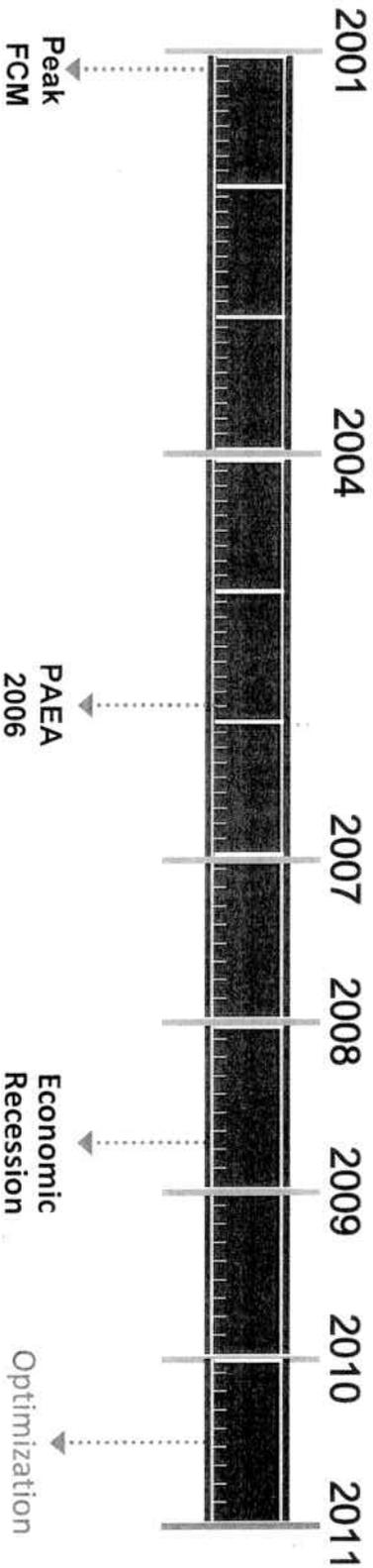
Network Evolution

USPS Network Evolution



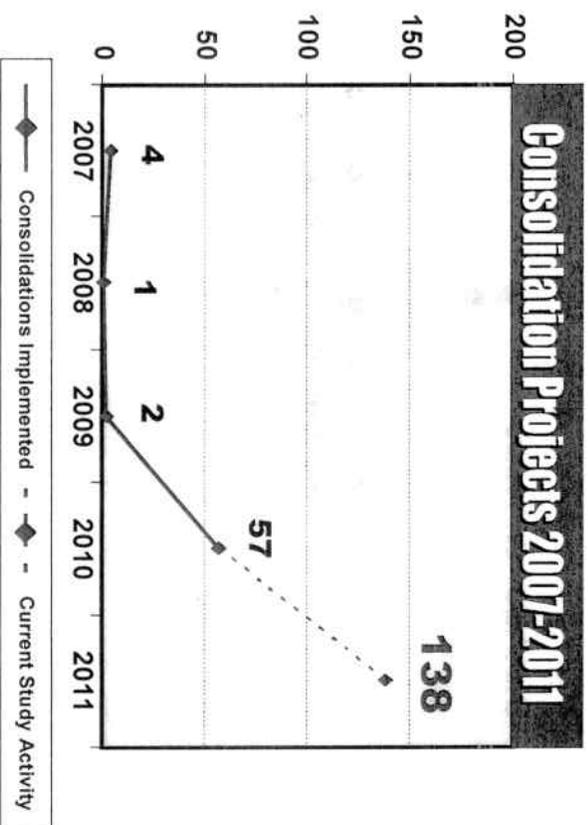
A Decade of Network Redesign

FCM: 104 B Total: 207 B	FCM: 98 B Total: 206 B	FCM: 98 B Total: 213 B	FCM: 96 B Total: 212 B	FCM: 92 B Total: 203 B	FCM: 84 B Total: 177 B	FCM: 78 B Total: 171 B	FCM: 73 B Total: 167 B
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Continued First Class Decline

- Down ~ 25% since 2006
- Single Piece Down ~ 35% since 2006
- Plant network - Excess Capacity
- Unprecedented increase in AMP activity
 - Origin Consolidation
 - Destination Consolidation
- Minor Service Standard Adjustments within current business rules





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