

April 24, 2018

Mr. Brian J. Wagner
President
National Association of Postal Supervisors
1727 King Street, Suite 400
Alexandria, VA 22314-2753

Certified Mail Tracking Number:
7016 1370 0002 3014 3396

Dear Brian:

This is an update to our notice dated March 30, 2017 (enclosed) regarding the Postal Service pilot for Highway Contract Route (HCR) Dynamic Routing Optimization (DRO). This letter is to provide notification of our intent to implement the pilot. At this time, implementation will be at HCR only sites. That is, sites with no Postal Vehicle Service (PVS).

Through the use of routes adjusted from a static-based to a dynamic scheduling operation the pilot showed improved cost savings through reductions in HCR mileage and associated fuel costs. As such the Postal Service is moving from the pilot phase to the implementation phase.

The DRO process will be implemented with HCRs at the sites previously identified as pilot sites. We anticipate this wave of implementation to be completed by April 30 at these former pilot sites:

- | | |
|----------------------|--|
| • Western Area | Albuquerque P&DC |
| • Northeast Area | Burlington Processing and Distribution Facility (P&DF) |
| • Northeast Area | Manchester P&DC |
| • Capital Metro Area | Fayetteville P&DC |
| • Eastern Area | Charleston P&DC |
| • Southern Area | Oklahoma City P&DC |
| • Eastern Area | Columbus P&DC |
| • Sothern Area | Little Rock P&DC |
| • Great Lakes Area | Champaign P&DF |
| • Great Lakes Area | Lansing P&DC |
| • Northeast Area | White River Junction P&DC |
| • Western Area | Wichita P&DC |

After those sites, the implementation phase will continue as follows:

Potential start date of May 13

- | | |
|--------------------|-----------------------|
| • Great Lakes Area | Oshkosh P&DC |
| • Western Area | Colorado Springs P&DC |
| • Western Area | Spokane P&DC |
| • Pacific Area | Santa Barbara P&DC |

Potential start date of June 24

- Capital Metro Area Greensboro P&DC
- Eastern Area Roanoke P&DC
- Pacific Area Bakersfield P&DC
- Great Lakes Area Peoria P&DF
- Northeast Area Eastern Maine P&DC
- Southern Area Fort Myers P&DC
- Southern Area Manasota P&DC

Potential start date of July 8

- Western Area Cedar Rapids P&DC
- Southern Area Shreveport P&DC
- Capital Metro Area Rocky Mount P&DF
- Eastern Area Johnstown P&DF
- Pacific Area Santa Clarita P&DC

Potential start date of July 22

- Southern Area Baton Rouge P&DC
- Western Area Quad Cities P&DF
- Western Area Cape Girardeau P&DF
- Capital Metro Area Greenville P&DC
- Great Lakes Flint P&DC

Potential start date of July 29

- Southern Area Austin P&DC
- Pacific Area Eureka P&DF
- Western Area Anchorage P&DC
- Eastern Area Erie P&DC
- Great Lakes Traverse City P&DF

Potential start date of August 5

- Western Area Springfield P&DC
- Northeast Area Mid-Hudson P&DC
- Southern Area Lubbock P&DF
- Eastern Area Altoona P&DF
- Great Lakes Area Saginaw P&DC

Potential start date of August 19

- Northeast Area Wareham P&DC
- Pacific Area North Bay P&DC
- Southern Area Gainesville P&DF
- Western Area Bismarck P&DF
- Western Area Minot P&DF
- Capital Metro Area Florence P&DF

Potential start date of August 26

- Southern Area Pensacola P&DC
- Great Lakes Area Kokomo P&DC
- Western Area Fargo P&DC
- Capital Metro Area Baltimore IMF P&DF
- Northeast Area Plattsburgh P&DC

Potential start date of September 9

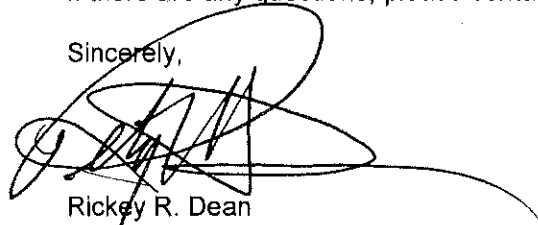
- Southern Area
 - Pacific Area
 - Western Area
 - Western Area
 - Capital Metro Area
- Mid-Florida P&DC
 - Fresno P&DC
 - Billings P&DC
 - Grand Forks P&DF
 - Eastern Shore P&DF

Potential start date of September 23

- Southern Area
 - Eastern Area
 - Western Area
 - Capital Metro Area
 - Great Lakes Area
- Amarillo P&DF
 - Johnson City P&DF
 - Waterloo P&DC
 - Peachtree P&DC
 - Mid-Missouri P&DF

If there are any questions, please contact James Lloyd of my staff at extension 3946.

Sincerely,



Rickey R. Dean
Manager
Contract Administration (APWU)