

FY 1969 INVESTMENT IN THE CARRIER MOTORIZATION PROGRAM WILL SAVE OVER \$15 MILLION OVER THE EXPECTED LIFE OF THE VEHICLES...

Investment in additional carrier motorization vehicles in FY 1969 - \$24,170,000
Savings in operating costs over expected life of the vehicles¹ \$39,942,000

Savings obtained as follows:

INSTALLATION PERIOD	VEHICLES FOR CARRIER MOTORIZATION ²	REDUCTION (\$000's)			TOTAL
		FY 1969	FY 1970	ANNUAL THEREAFTER	
JAN. 69 to JUL. 70	1,388	\$222	\$887	\$887	\$5,322
JUL. 70 to JAN. 71	5,418	--	2,597	3,462	20,772
JAN. 71 to JUL. 71	3,612	--	577	2,308	13,848
Totals	10,418	\$222	\$4,061	\$6,657	\$39,942

¹ Average life is six years

² Does not include replacement of over-age vehicles (\$23,371,000)

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FY 1969 INVESTMENTS IN MAIL-HANDLING SYSTEMS WILL SAVE OVER \$131 MILLION OVER THE LIFE OF THE EQUIPMENT...

Investment in fixed and non-fixed mechanization in FY 1969 - \$12,713,000
Reduction in operating costs from mechanization \$144,282,725

Savings obtained as follows:¹

EQUIPMENT	NUMBER TO BE PURCHASED	FY 1969 REQUEST (\$000's)	MANYEAR COST AVOIDANCE	EXPECTED LIFE	TOTAL SAVINGS (\$000's)
FIXED MECHANIZED SYSTEMS					
Sack/Pouch Sorters	2	\$350	44	20	\$12,692
Mail Conveyor Belt Systems	9	3,135	44	25	72,389
NON-FIXED MECHANIZATION					
Portable Sack Sorters	10	\$1,750	6	20	\$8,653
Facer-cancellers	50	1,250	1	15	5,408
Stacker-feeders	100	1,600	1	15	10,817
Culling and facing conveyors	50	350	0.25	15	1,352
Letter Sorting Machines	30	3,750	10	15	32,450
Closed Circuit TV	22	528	1.2	8	1,523

¹ Savings are calculated on an average per fixed system or non-fixed machine

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